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July 11, 1972

RECEIVED
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Dept. of Administration
Commissioner's Office

Mr. Martin H. Behr
Administrative Director
State of Alaska
Pouch C
Juneau, Alaska 99801

Dear Marty:

Attached you will find the revised copy of Page 5 from the actuarial report of the Public Employees' Retirement System as of December 31, 1971.

This page differs from that page included in the valuation report as follows:

(1) The City and Borough of Sitka have been combined and a single rate generated for the combined group.

(2) Greater Anchorage Borough School District has been separated from the remainder of the Greater Anchorage Borough for rating purposes.

(3) The rate for the City of Soldotna has been adjusted to reflect the fact that all participating employees are Police and Fire employees.

(4) The fifth column has been changed as per our discussion several weeks ago to reflect funding ratios with respect to each of the political subdivisions.

As you know, I have discussed the question of the contribution rate for the City of Sitka with the people from the City. I indicated to them that contributions of 8½% for the 1972-73 fiscal year, 12% for the 1973-74 fiscal year, and 15.64% for the 1974-75 fiscal year would satisfactorily fund the program with respect to their participation in combination with the Borough. In future years, these graded rates will be adjusted to the extent that the ultimate rate is adjusted by new actuarial valuations.

If you have any questions concerning this material, please contact me.

Sincerely yours,

Norman S. Losk, FSA
Actuary

NSL:dk
Attachment

	Employer	Pension Cost: Estimated Dollar Amount	Pension Cost: Percent of Involved Payroll	Present Value of All Accrued Benefits	Assets as of 12/31/71	Funding Ratio
(1)	State of Alaska	9,288,014	11.21%	41,450,495	34,253,569	82.64%
(2)	City of Skagway	8,184	13.22%	26,524	4,749	17.90%
(3)	City and Borough of Sitka	197,268	14.29%	514,521	135,166	26.27%
(4)	City of Fairbanks	615,873	12.78%	1,991,326	576,923	28.97%
(5)	City of Haines	9,252	12.57%	23,873	15,333	64.23%
(6)	University of Alaska	1,168,790	9.33%	3,234,163	1,666,221	51.52%
(7)	City of Kodiak	70,630	13.69%	204,036	46,910	22.99%
(8)	Alaska Municipal League	8,264	20.87%	28,797	1,527	5.30%
(9)	City of Kenai	40,112	10.88%	144,352	65,699	45.51%
(10)	Greater Anchorage Borough	463,993	10.56%	1,404,595	265,602	18.91%
(11)	Greater Anchorage Borough School District	1,080,840	13.54%	4,385,008	2,103,798	47.98%
(12)	North Star Borough	521,287	11.50%	1,485,309	443,041	29.83%
(13)	Ketchikan Gateway Borough	8,088	7.63%	18,079	13,198	73.00%
(14)	City of Homer	12,630	11.16%	30,390	5,306	17.46%
(15)	Matanuska-Susitna Borough	100,730	14.38%	312,275	189,029	60.53%
(16)	City of Soldotna	1,633	7.56%	6,971	7,858	112.72%
(17)	City and Borough of Juneau	525,485	11.76%	1,733,075	994,313	57.37%