

CITY OF HOUSTON

PENSION FUND PAYMENTS AND UNFUNDED LIABILITY SUMMARY

8/31/2012

PAYMENTS

(amount expressed in thousands)

	FY2012	FY 2013			
		City Payment Rate	Employee Payment Rate	Adopted Budget	Year to Date Actual
Firefighters Plan					
General Fd. & Other Fds.	\$ 61,204	23.9%	9.00%	\$ 61,475	\$ 9,426
Total Firefighters Plan	<u>61,204</u>			<u>61,475</u>	<u>9,426</u>
Police Plan					
General Fd. & Other Fds.	66,000	Note 1	9.00% / 10.25%	84,500	13,000
Pension Bonds	<u>0</u>			<u>0</u>	<u>0</u>
Total Police Plan	<u>66,000</u>			<u>84,500</u>	<u>13,000</u>
Municipal Plan					
General Fund	40,739	Note 2	5% / None	46,657	3,853
Other Funds	57,761	Note 2	5% / None	65,406	13,348
Total Municipal Plan	<u>98,500</u>			<u>112,063</u>	<u>17,201</u>
Total All Three Plans	<u>\$225,704</u>			<u>\$258,038</u>	<u>\$39,627</u>

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2011	335.9	90.6%
Police Plan	7/1/2011	770.1	82.8%
Municipal Plan	7/1/2011	1,461.5	61.4%

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System

(Agreement Between Houston Police Officers' Pension System and City of Houston,

Article II - Change in Member Contributions, September 18, 2004). The City committed to pay the flat amount of \$84.5 million in FY13.

Note 2: City contribution based on Meet and Confer Agreement with Houston Municipal Employees Pension System

(Fourth Amendment, June 27, 2007, Change in Member Contributions: effective January 1, 2008, new hires do not contribute).

The City committed to the greater of \$108.5M or 21.36% of payroll FY13.