

**OCTOBER 1, 2005
ACTUARIAL VALUATION REPORT
FOR THE
CITY OF COOPER CITY
GENERAL EMPLOYEES
RETIREMENT PLAN**

**ANNUAL EMPLOYER CONTRIBUTION
IS DETERMINED BY THIS VALUATION
FOR THE PLAN YEAR ENDING**

SEPTEMBER 30, 2006

TO BE PAID IN THE EMPLOYER FISCAL YEAR ENDING

SEPTEMBER 30, 2007

July 28, 2006

Board of Trustees
City of Cooper City General Employees
Retirement Plan
Cooper City, Florida

Dear Board Members:

We are pleased to present our October 1, 2005 Actuarial Valuation Report for the Plan. The purpose of the Report is to set forth required contribution levels, to disclose plan assets and actuarial liabilities, to comment on funding progress and to provide supporting information regarding the operation of the Plan. This Report is also designed to comply with requirements of the State.

The valuation was performed on the basis of employee, retiree and financial information supplied by the City. Although we did not audit this information, it was reviewed for reasonableness and comparability to prior years.

The benefits valued are outlined at the end of the Report. Actuarial assumptions and the actuarial cost method are also described herein. Any changes in benefits, assumptions or methods are described in the first section.

We will be pleased to answer any questions pertaining to the valuation and to meet with you to review this Report.

Respectfully submitted,

GABRIEL, ROEDER, SMITH AND COMPANY

By _____
J. Stephen Palmquist, ASA, MAAA, FCA
Enrolled Actuary No. 05-1560

Statement by Enrolled Actuary

This actuarial valuation and/or cost determination was prepared and completed by me or under my direct supervision, and I acknowledge responsibility for the results. To the best of my knowledge, the results are complete and accurate. In my opinion, the techniques and assumptions used are reasonable, meet the requirements and intent of Part VII, Chapter 112, Florida Statutes, and are based on generally accepted actuarial principles and practices. There is no benefit or expense to be provided by the plan and/or paid from the plan's assets for which liabilities or current costs have not been established or otherwise taken into account in the valuation. All known events or trends which may require a material increase in plan costs or required contribution rates have been taken into account in the valuation.

Signature

Date

05-1560
Enrollment Number



TABLE OF CONTENTS

<u>Section</u>	<u>Title</u>	<u>Page</u>
A	Discussion of Valuation Results	1
B	Valuation Results	
	1. Participant Data	2
	2. Annual Required Contribution	3
	3. Actuarial Value of Benefits and Assets	4
	4. Calculation of Employer Normal Cost	5
	5. Liquidation of the Unfunded Frozen Actuarial Accrued Liability	6
	6. Actuarial Gains and Losses	8
	7. Actuarial Assumptions and Cost Method	10
	8. Glossary of Terms	12
C	Pension Fund Information	
	1. Summary of Assets	13
	2. Summary of Fund's Income and Disbursements	14
	3. Actuarial Value of Assets	15
	4. Investment Rate of Return	17
D	Financial Accounting Information	
	1. FASB No. 35	18
	2. GASB No.25	19
	3. GASB No. 27	21
E	Miscellaneous Information	
	1. Reconciliation of Membership Data	23
	2. Age and Service Distributions	25
F	Summary of Plan Provisions	26

SECTION A
DISCUSSION OF VALUATION RESULTS



DISCUSSION OF VALUATION RESULTS

Comparison of Required Employer Contributions

The following is a comparison of required contributions developed in this year's and last year's actuarial valuations:

	For FYE 9/30/07 Based on 10/1/2005 Valuation	For FYE 9/30/06 Based on 10/1/2004 Valuation	Increase (Decrease)
Required City Contribution As % of Covered Payroll	\$ 747,183 17.94 %	\$ 715,489 18.31 %	\$ 31,694 (0.37) %
Required BSO Contribution Including Employee Portion As % of Covered Payroll	\$ 180,234 26.28 %	\$ 197,954 27.69 %	\$ (17,720) (1.40) %
Total Required Contribution As % of Covered Payroll	\$ 927,417 19.12 %	\$ 913,443 19.76 %	\$ 13,974 (0.64) %

The required employer contribution was calculated under the assumption that payment would be made in equal installments at the end of each calendar quarter. The actual employer contribution during the fiscal year ending September 30, 2005 was \$885,796 compared to the required contribution of \$885,796. As of September 30, 2005, there is a receivable BSO contribution of \$47,402.

There were no changes in Plan provisions, actuarial assumptions, or methods since the prior valuation.

Actuarial Experience

There was a net actuarial gain of \$16,158 for the year which means that actual experience was more favorable than expected. The gain is due to more employment terminations, fewer retirements and lower salary increases than expected.

The remainder of this Report includes detailed actuarial valuation results, information relating to the pension fund, miscellaneous information and statistics, and a summary of plan provisions.

SECTION B
VALUATION RESULTS



PARTICIPANT DATA		
	October 1, 2005	October 1, 2004
ACTIVE MEMBERS - City Employees		
Number	89	85
Covered Annual Payroll	\$ 4,004,711	\$ 3,757,348
Average Annual Payroll	\$ 44,997	\$ 44,204
Average Age	44.9	45.2
Average Past Service	8.2	9.2
Average Age at Hire	36.7	36.0
ACTIVE MEMBERS - BSO Employees		
Number	15	16
Covered Annual Payroll	\$ 685,703	\$ 714,916
Average Annual Payroll	\$ 45,714	\$ 44,682
Average Age	48.7	48.5
Average Past Service	10.0	9.8
Average Age at Hire	38.7	38.7
RETIREES & BENEFICIARIES & DROP*		
Number	35	31
Annual Benefits	\$ 430,512	\$ 329,997
Average Annual Benefit	\$ 12,300	\$ 10,645
Average Age	64.1	63.6
DISABILITY RETIREES		
Number	2	2
Annual Benefits	\$ 22,665	\$ 20,815
Average Annual Benefit	\$ 11,333	\$ 10,408
Average Age	48.8	47.8
TERMINATED VESTED MEMBERS		
Number	7	4
Annual Benefits	\$ 84,186	\$ 31,400
Average Annual Benefit	\$ 12,027	\$ 7,850
Average Age	46.6	48.0

* Includes 1 BSO Retiree

ANNUAL REQUIRED CONTRIBUTION (ARC)												
A. Valuation Date	October 1, 2005 City Employees	9/30/2007	Quarterly	October 1, 2005 BSO Transfers	9/30/2007	Quarterly	October 1, 2004 City Employees	9/30/2006	Quarterly	October 1, 2004 BSO Transfers	9/30/2006	Quarterly
B. ARC to Be Paid During Fiscal Year Ending												
C. Assumed Dates of Employer Contributions												
D. Annual Payment to Amortize Unfunded Actuarial Liability	\$ 278,619	0		\$ 0	0		\$ 278,588	0		\$ 0	0	
E. Employer Normal Cost	406,493	171,890		171,890	171,890		377,412	188,790		188,790	188,790	
F. ARC if Paid on the Valuation Date: D+E	685,112	171,890		171,890	171,890		656,000	188,790		188,790	188,790	
G. ARC Adjusted for Frequency of Payments	718,367	180,234		180,234	180,234		687,842	197,954		197,954	197,954	
H. ARC as % of Covered Payroll	17.94 %	26.28 %		26.28 %	26.28 %		18.31 %	27.69 %		27.69 %	27.69 %	
I. Assumed Rate of Increase in Covered Payroll to Contribution Year	4.00 %	0.00 %		0.00 %	0.00 %		4.00 %	0.00 %		0.00 %	0.00 %	
J. Covered Payroll for Contribution Year	4,164,900	685,703		685,703	685,703		3,907,642	714,916		714,916	714,916	
K. ARC for Contribution Year: H x J	747,183	180,234		180,234	180,234		715,489	197,954		197,954	197,954	
L. ARC as % of Covered Payroll in Contribution Year: K ÷ J	17.94 %	26.28 %		26.28 %	26.28 %		18.31 %	27.69 %		27.69 %	27.69 %	



ACTUARIAL VALUE OF BENEFITS AND ASSETS

A. Valuation Date	October 1, 2005 <i>City Employees</i>	October 1, 2005 <i>BSO Transfers</i>	October 1, 2004 <i>City Employees</i>	October 1, 2004 <i>BSO Transfers</i>
B. Actuarial Present Value of All Projected Benefits for				
1. Active Members				
a. Service Retirement Benefits	\$ 11,232,892	\$ 2,095,356	\$ 11,214,286	\$ 2,038,953
b. Vesting Benefits	729,928	107,194	749,323	103,649
c. Disability Benefits	524,044	80,465	543,572	77,179
d. Preretirement Death Benefits	309,264	29,732	331,700	28,829
e. Return of Member Contributions	59,123	1,060	53,788	3,935
f. Total	<u>12,855,251</u>	<u>2,313,807</u>	<u>12,892,669</u>	<u>2,252,545</u>
2. Inactive Members				
a. Service Retirees & Beneficiaries	4,120,084	286,834	3,406,070	-
b. Disability Retirees	256,279	-	256,957	-
c. Terminated Vested Members	477,702	-	168,407	-
d. Total	<u>4,854,065</u>	<u>286,834</u>	<u>3,831,434</u>	<u>-</u>
3. Total for All Members	17,709,316	2,600,641	16,724,103	2,252,545
C. Actuarial Accrued (Past Service) Liability per GASB No. 25	12,930,634	1,936,711	12,248,080	1,541,782
D. Actuarial Value of Accumulated Plan Benefits per FASB No. 35	11,352,373	1,631,159	10,442,888	1,316,346
E. Plan Assets*				
1. Market Value	10,320,897	1,652,177	9,086,495	1,082,987
2. Actuarial Value	9,488,320	1,518,898	8,778,258	1,046,249
F. Actuarial Present Value of Projected Covered Payroll	30,100,671	4,379,225	28,455,547	4,622,687
G. Actuarial Present Value of Projected Member Contributions	2,185,309	0	2,065,872	0

* The total Market Value and Actuarial Value of Assets as of 10/1/05 were \$11,973,074 and \$11,007,218 respectively. For the purpose of this report, those figures were divided proportionally between the BSO transfers and Continuing Plan Participants

CALCULATION OF EMPLOYER NORMAL COST

	October 1, 2005 <i>City Employees</i>	October 1, 2005 <i>BSO Transfers</i>	October 1, 2004 <i>City Employees</i>	October 1, 2004 <i>BSO Transfers</i>
A. Valuation Date				
B. Actuarial Present Value of Projected Benefits	\$ 17,709,316	\$ 2,600,641	\$ 16,724,103	\$ 2,252,545
C. Actuarial Value of Assets	9,488,320	1,518,898	8,778,258	1,046,249
D. Unfunded Actuarial Accrued Liability	3,106,165	0	3,154,374	0
E. Actuarial Present Value of Projected Member Contributions	2,185,309	0	2,065,872	0
F. Actuarial Present Value of Projected Employer Normal Costs: B-C-D-E	2,929,522	1,081,743	2,725,599	1,206,296
G. Actuarial Present Value of Projected Covered Payroll	30,100,671	4,379,225	28,455,547	4,622,687
H. Employer Normal Cost Rate: F/G	9.73 %	24.70 %	9.58 %	26.10 %
I. Covered Annual Payroll	4,004,711	685,703	3,757,348	714,916
J. Employer Normal Cost: H x I	389,658	169,369	359,954	186,593
K. Assumed Amount of Administrative Expenses	16,835	2,521	17,458	2,197
L. Total Employer Normal Cost: J+K	406,493	171,890	377,412	188,790
M. Employer Normal Cost as % of Covered Payroll	10.15 %	25.07 %	10.04 %	26.41 %



LIQUIDATION OF THE UNFUNDED ACTUARIAL ACCRUED LIABILITY

A. Derivation of the Current UAAL	
1. Last Year's UAAL	\$ 3,154,374
2. Last Year's Employer Normal Cost	377,412
3. Last Year's Contributions	687,842 *
4. Interest at the Assumed Rate on:	
a. 1 and 2 for one year	282,543
b. 3 from dates paid	<u>20,322</u>
c. a - b	262,221
5. This Year's UAAL Prior to Revision: 1 + 2 - 3 + 4c	3,106,165
6. Change in UAAL Due to Plan Amendments and/or Changes in Actuarial Assumptions	0
7. This Year's Revised UAAL: 5 + 6	3,106,165

* Excludes \$31,789 payment toward BSO buybacks

B. UAAL Amortization Period and Payments					
Original UAAL			Current UAAL		
Years	Amortization Period (Years)	Amount	Years Remaining	Amount	Payment
10/1/1980	29	\$ 7,412	4	\$ 237	\$ 66
10/1/1981	28	10,774	4	667	186
10/1/1983	26	14,932	4	1,701	476
10/1/1990	19	144,790	4	42,134	11,779
10/1/1994	15	86,687	4	28,206	7,885
10/1/1996	30	(220,148)	21	(177,353)	(16,394)
10/1/1999	27	411,423	21	375,466	34,707
10/1/2000	30	920,235	25	869,321	75,405
10/1/2001	30	(111,846)	26	(106,991)	(9,164)
10/1/2002	30	651,970	27	630,865	53,418
10/1/2003	30	767,426	28	750,412	62,874
10/1/2004	30	697,594	29	691,500	57,381
		<u>3,381,249</u>		<u>3,106,165</u>	<u>278,619</u>

C. Amortization Schedule

The UFAAL is being amortized as a level dollar amount over the number of years remaining in the amortization period. The expected amortization schedule is as follows:

Amortization Schedule	
Year	Expected UAAL
2005	\$ 3,106,165
2006	3,053,761
2007	2,997,153
2008	2,936,017
2009	2,869,990
2010	2,820,704
2015	2,508,431
2020	2,049,600
2025	1,375,427
2030	473,968
2035	0

ACTUARIAL GAINS AND LOSSES

When the actual plan experience differs from the actuarial assumptions, an actuarial gain or loss is the result. The net actuarial gain (loss) for the past year is computed as follows:

	<i>City Employees</i>	<i>BSO Transfers</i>	<i>Total</i>
A. Employer Normal Cost as a Percentage of Covered Payroll			
1. Prior Valuation	9.58 %	26.10 %	-
2. Current Valuation	9.73	24.70	-
3. Difference: 1 - 2	(0.15)	1.40	-
B. Actuarial Present Value of Projected Covered Payroll	\$30,100,671	\$4,379,225	\$34,479,896
C. Net Actuarial Gain (Loss): A3 x B	(45,151)	61,309	16,158
D. Gain (Loss) due to Investments	-	-	(419,708)
E. Gain (Loss) due to Other Causes	-	-	435,866

Net actuarial gains in previous years have been as follows:

Year Ending 9/30	Change in Employer Normal Cost Rate	Net Gain (Loss)
1981	0.35 %	\$ 8,072
1982	0.35	12,528
1983	0.20	9,760
1984	(0.85)	(81,158)
1985	(0.02)	(2,777)
1986	0.03	4,460
1987	(0.24)	(41,465)
1988	0.13	24,866
1989	0.16	33,689
1990	(0.03)	(6,649)
1991	(0.19)	(42,692)
1992	(0.11)	(27,945)
1993	(0.02)	(5,269)
1994	0.52	157,739
1995	0.29	84,210
1996	(0.23)	(70,865)
1997	0.65	211,531
1998	0.37	128,546
1999	0.74	256,936
2000	0.26	87,617
2001	0.42	153,442
2002	(1.78)	(665,219)
2003	(2.21)	(778,018)
2004	(0.70)	(199,189)
2005	0.05	16,158

The fund earnings and salary increase assumptions have considerable impact on the cost of the Plan so it is important that they are in line with the actual experience. The following table shows the actual fund earnings and salary increase rates compared to the assumed rates for the last few years:

Year Ending 9/30	Investment Return		Salary Increases	
	Actual	Assumed	Actual	Assumed
1987	7.4 %	8.0 %	7.2 %	8.00 %
1988	6.9	8.0	7.6	8.00
1989	10.1	8.0	5.6	8.00
1990	5.5	8.0	3.0	8.00
1991	15.0	8.0	10.2	8.00
1992	10.3	8.0	8.8	8.00
1993	8.7	8.0	6.7	8.00
1994	5.9	8.0	5.9	8.00
1995	8.9	8.0	4.6	7.25
1996	8.4	8.0	6.4	7.25
1997	10.1	8.0	5.2	7.25
1998	8.5	8.0	4.4	7.25
1999	10.7	8.0	5.0	7.25
2000	5.7	8.0	6.0	7.25
2001	8.5	8.0	5.6	7.25
2002	3.2	8.0	5.8	6.50
2003	3.7	8.0	6.5	6.50
2004	3.0	8.0	3.6	6.50
2005	3.9	8.0	5.4	6.50
Averages	7.6 %	---	6.0 %	---

The actual investment return rates shown above are based on the actuarial value of assets. The actual salary increase rates shown above are the increases received by those active members who were included in the actuarial valuation both at the beginning and the end of each period.

ACTUARIAL ASSUMPTIONS AND COST METHOD

A.	Cost Methods	
	1. Funding	Frozen Entry Age Actuarial Cost Method for City Employees; Aggregate Method for BSO employees.
	2. Accumulated Benefit Obligation (FASB No.35)	Accrued Benefit Method
B.	Investment Earnings*	8% per year, compounded annually; net rate after investment related expenses.
C.	Salary Increases*	6.50% per year from valuation date to the assumed retirement age.
D.	Inflation	4% per year.
E.	Retirement Age	See Table below for retirement rates.
F.	Turnover Rates	See Table below.
G.	Mortality Rates	1983 Group Annuity Mortality Tables for males and females; rates for disabled lives set forward five years.
H.	Disability	
	1. Rates	See Table below.
	2. Percent Service Connected	50%.
I.	Asset Value	Market Value less unrecognized capital appreciation, where capital appreciation is recognized at the rate of 20% per year.
J.	Administrative Expenses	Expenses paid out of the fund other than investment related expenses are assumed to be equal to the average of actual expenses over the previous two years.
K.	Increase in Covered Payroll	4.00%
L.	Post Retirement Benefit Increase	NA
M.	Changes Since Last Valuation	None

****Including inflation.***

Age	Annual Rate of	
	Turnover	Disability
20	12.4%	0.07%
25	11.7	0.09
30	10.5	0.11
35	8.3	0.14
40	5.7	0.19
45	3.5	0.30
50	1.5	0.51
55	0.6	0.96
60	0.5	1.66

**Annual Rate of Retirement for
Those Eligible to Retire**

Date	Rate
Normal Retirement Date (NRD)	70 %
Each of Next 4 Years	40
Fifth Year after NRD	100

Probability of Early Retirement is 3% for each year a member is eligible for Early Retirement

GLOSSARY OF TERMS

Actuarial Present Value is the value of an amount or series of amounts payable at various times, determined as of the valuation date by the application of the set of actuarial assumptions.

Actuarial Assumptions are assumptions as to the occurrence of future events affecting pension costs. The previous page outlines the Actuarial Assumptions utilized in this valuation.

Actuarial Cost Method is a procedure for determining the Actuarial Present Value of pension plan benefits and for developing an actuarially equivalent allocation of such value to time periods, usually in the form of a Normal Cost and Actuarial Accrued Liability.

Frozen Entry Age Actuarial Cost Method is a method under which the excess of the Actuarial Present Value of Projected Benefits of the group included in the valuation, over the sum of the Actuarial Value of Assets, the Unfunded Frozen Actuarial Accrued Liability and the Actuarial Present Value of Future Member Contribution (if any) is allocated as a level percentage of earnings of the group between the valuation date and the assumed retirement age. This allocation is performed for the group as a whole, not as a sum of individual allocations. The portion of this Actuarial Present Value allocated to a specific year is called the **Employer Normal Cost**. Under this method, actuarial gains (losses) reduce (increase) future Normal Costs.

Frozen Actuarial Accrued Liability is the portion of the Actuarial Present Value of Projected Benefits which is separated as of a valuation date and frozen under the Actuarial Cost Method being used. This separated portion is the sum of an initial Unfunded Actuarial Accrued Liability and any increments or decrements in the Actuarial Accrued Liability established subsequently as a result of changes in pension plan benefits, Actuarial Assumptions or methods.

Unfunded Frozen Actuarial Accrued Liability is the portion of the Frozen Actuarial Accrued Liability remaining after the addition of interest and the deduction of amortization payments.

SECTION C
PENSION FUND INFORMATION

SUMMARY OF ASSETS		
	9/30/2005	9/30/2004
Cash and Securities - Market Value		
Cash	\$ 318	\$ 144,029
Money Market Funds	1,108,506	450,578
Treasury and Agency Bonds & Notes	2,419,700	2,614,060
Corporate Bonds	1,764,639	1,340,543
Common Stocks	6,753,808	5,867,116
Pooled Equity Funds	0	0
Pooled Bond Funds	0	0
Other Securities	0	0
Total	<u>12,046,971</u>	<u>10,416,326</u>
Receivables and Accruals		
Present Value of Employee Buybacks	27,153	0
Employer Contribution	47,402	0
Interest and Dividends	77,517	46,590
Other	17,231	20,679
Total	<u>169,303</u>	<u>67,269</u>
Payables		
DROP Accounts	225,346	149,362
Benefits	0	0
Refunds	0	9,702
Expenses	0	25,177
Other	17,854	129,872
Total	<u>243,200</u>	<u>314,113</u>
Net Assets - Market Value	11,973,074	10,169,482

PENSION FUND INCOME AND DISBURSEMENTS		
	Year Ending 9/30/2005	Year Ending 9/30/2004
Market Value at Beginning of Period	\$ 10,169,482	\$ 9,038,397
Income		
City Employee Contributions	343,948	291,215
BSO Employee Contributions	0	29,322
City Contributions	719,631 *	576,114
BSO Employer Contributions	150,552	54,455
Other Income	2,004	7,124
Investment Earnings	<u>1,072,906</u>	<u>636,994</u>
Total Income	2,289,041	1,595,224
Disbursements		
Monthly Benefit Payments	348,960	256,449
Lump Sum Distributions	0	0
Refunds of Contributions	61,413	50,111
Investment Related Expenses	56,374	72,563
Administrative Expenses	17,273	21,438
Insurance Premiums	0	0
Increase in DROP Accounts	<u>75,984</u>	<u>63,578</u>
Total Disbursements	560,004	464,139
Receivable Contributions		
BSO Employer Contribution	47,402	0
Present Value of Employee Buybacks	<u>27,153</u>	<u>0</u>
Total Receivables	74,555	0
Net Increase During Period	1,803,592	1,131,085
Market Value at End of Period	11,973,074	10,169,482

* Excess of \$31,789 over the Annual Required Contribution (\$687,842) paid by Cooper City towards BSO Buybacks

ACTUARIAL VALUE OF ASSETS

The Actuarial Value of Assets is equal to the market value less capital appreciation which has not yet been recognized. Capital appreciation, the total of realized and unrealized gains, is being recognized at the rate of 20% per year. Recognized and unrecognized capital appreciation for this year's valuation is developed as follows:

Year Ending	(1) Capital Appreciation	Amount of (1) Recognized Each Year	Amount of (1) Recognized by Valuation Date	Amount of (1) Unrecognized by Valuation Date
9/30/2005	\$ 754,642	\$ 150,928	\$ 150,928	\$ 603,714
9/30/2004	380,767	76,153	152,306	228,461
9/30/2003	641,025	128,205	384,615	256,410
9/30/2002	(613,645)	(122,729)	(490,916)	(122,729)
9/30/2001	<u>(493,984)</u>	<u>(98,797)</u>	<u>(493,984)</u>	<u>0</u>
	668,805	133,760	(297,051)	965,856
<p>Actuarial Value of Assets = (Market Value) - (Unrecognized Capital Appreciation)</p> <p style="padding-left: 100px;">= \$ 11,973,074 - \$ 965,856</p> <p style="padding-left: 100px;">= \$ 11,007,218</p> <p style="padding-left: 40px;">Range from 80% to 120% of Market Value = \$9,578,459 to \$14,367,689</p> <p style="padding-left: 100px;">Final Actuarial Value = \$11,007,218</p>				

Investment earnings recognized in the Actuarial Value of Assets are computed as follows:

\$ 11,007,218	Actuarial Value this year
- 9,824,507	Actuarial Value last year
- 1,288,686	Contributions during year*
+ <u>560,004</u>	Disbursements during year
454,029	Gross Earnings recognized
- <u>56,374</u>	Investment related expenses
397,655	Net Earnings recognized

* Includes \$47,402 receivable and present value of buybacks

Reconciliation of Deferred Retirement Option Plan (DROP) Accounts	
Value at Beginning of Period	\$ 149,362
Payments Credited to Account	60,661
Investment Earnings Credited	15,323
Withdrawals from Accounts	0
Value at End of Period	225,346

INVESTMENT RATE OF RETURN

The approximate annual rates of investment return have been calculated on two bases and are shown below:

- Basis 1** - Interest, dividends, realized gains (losses) and unrealized appreciation (depreciation) divided by the weighted average of the market value of assets during the year. This basis is commonly known as the Total Rate of Return.
- Basis 2** - Investment income recognized in the Actuarial Value of Assets divided by the average of the Actuarial Value of Assets during the year.

Year Ending September 30th	Investment Rate of Return	
	Basis 1	Basis 2
1981	11.6 %	11.6 %
1982	12.7	12.7
1983	10.6	10.6
1984	10.0	10.0
1985	10.3	10.3
1986	6.1	6.9
1987	7.7	7.4
1988	6.4	6.9
1989	12.2	10.1
1990	3.6	5.5
1991	21.2	15.0
1992	11.9	10.3
1993	8.0	8.7
1994	(1.7)	5.9
1995	19.2	8.9
1996	10.3	8.4
1997	20.1	10.1
1998	8.4	8.5
1999	10.1	10.7
2000	8.2	5.7
2001	(1.7)	8.5
2002	(3.9)	3.2
2003	11.5	3.7
2004	6.9	3.0
2005	10.2	3.9
Average Compounded Rate of Return for Number of Years Shown	9.0 %	8.2 %
Average Compounded Rate of Return for Last 5 Years	4.4 %	4.4 %

SECTION D
FINANCIAL ACCOUNTING INFORMATION



FASB NO. 35 INFORMATION

A. Valuation Date	October 1, 2005	October 1, 2004
B. Actuarial Present Value of Accumulated Plan Benefits		
1. Vested Benefits		
a. Members Currently Receiving Payments	\$ 4,663,197	\$ 3,663,027
b. Terminated Vested Members	477,702	168,407
c. Other Members	7,136,291	7,237,632
d. Total	<u>12,277,190</u>	<u>11,069,066</u>
2. Non-Vested Benefits	706,342	690,168
3. Total Actuarial Present Value of Accumulated Plan Benefits: 1d + 2	12,983,532	11,759,234
4. Accumulated Contributions of Active Members	2,194,304	2,115,368
C. Changes in the Actuarial Present Value of Accumulated Plan Benefits		
1. Total Value at Beginning of Year	11,759,234	10,352,134
2. Increase (Decrease) During the Period Attributable to:		
a. Plan Amendment	0	840,847
b. Change in Actuarial Assumptions	0	0
c. Latest Member Data, Benefits Accumulated and Decrease in the Discount Period	1,710,655	936,391
d. Benefits Paid	<u>(486,357)</u>	<u>(370,138)</u>
e. Net Increase	1,224,298	1,407,100
3. Total Value at End of Period	12,983,532	11,759,234
D. Market Value of Assets	11,973,074	10,169,482
E. Actuarial Assumptions - See page entitled Actuarial Assumptions and Methods		

SCHEDULE OF FUNDING PROGRESS
(GASB Statement No. 25)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAAL) (b) - (a)	Funded Ratio (a) / (b)	Covered Payroll (c)	UAAAL As % of Covered Payroll (b - a) / c
10/1/1993	\$ 5,463,381	\$ 5,872,846	\$ 409,465	93.0 %	\$ 4,880,767	8.4 %
10/1/1994	6,643,449	7,740,789	1,097,340	85.8	5,541,940	19.8
10/1/1995	8,159,543	9,095,864	936,321	89.7	5,787,179	16.2
10/1/1996	9,766,918	10,154,900	387,982	96.2	6,235,012	6.2
10/1/1997	11,633,049	11,432,645	(200,404)	101.8	6,348,795	(3.2)
10/1/1998	13,486,497	12,937,090	(549,407)	104.2	7,058,737	(7.8)
10/1/1999	6,315,092	6,076,148	(238,944)	103.9	3,494,300	(6.8)
10/1/2000	6,953,308	7,501,451	548,143	92.7	3,785,129	14.5
10/1/2001	7,810,426	8,359,137	548,711	93.4	3,970,651	13.8
10/1/2002	8,276,575	9,765,995	1,489,420	84.7	4,225,613	35.2
10/1/2003	8,986,939	11,586,664	2,599,725	77.6	4,669,102	55.7
10/1/2004	9,824,507	13,789,862	3,965,355	71.2	4,472,264	88.7
10/1/2005	11,007,218	14,867,345	3,860,127	74.0	4,690,414	82.3

Note: All three groups combined prior to 10/1/99.

SCHEDULE OF CONTRIBUTIONS FROM EMPLOYER

(GASB Statement No. 25)

Year Ended September 30	Annual Required Contribution	Actual Contribution	Percentage Contributed
1991	\$386,389	\$397,941	103.0 %
1992	434,772	446,813	102.8
1993	484,306	498,459	102.9
1994	581,944	625,378	107.5
1995	665,284	685,642	103.1
1996	694,851	720,175	103.6
1997	707,615	730,462	103.2
1998	672,808	721,352	107.2
1999	726,863	760,933	104.7
2000	229,683	229,683	100.0
2001	277,716	277,716	100.0
2002	233,352	233,352	100.0
2003	415,671	415,671	100.0
2004	619,985	630,569	101.7
2005	885,796	885,796 *	100.0

* Includes employer receivable contribution of \$47,402

**ANNUAL PENSION COST AND NET PENSION OBLIGATION
(GASB STATEMENT NO. 27)**

Employer FYE September 30	2006	2005	2004
Annual Required Contribution (ARC)	\$913,443	\$885,796	\$619,985
Interest on Net Pension Obligation (NPO)	(761)	(847)	0
Adjustment to ARC	(1,762)	(1,917)	0
Annual Pension Cost (APC)	914,444	886,866	619,985
Contributions made	*	885,796	630,569
Increase (decrease) in NPO	*	1,070	(10,584)
NPO at beginning of year	(9,514)	(10,584)	0
NPO at end of year	*	(9,514)	(10,584)

* To be determined

THREE-YEAR TREND INFORMATION

Fiscal Year Ending	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
9/30/2003	\$ 415,671	100.0 %	\$ 0
9/30/2004	619,985	102.0	(10,584)
9/30/2005	886,866	99.9	(9,514)

RELATED INFORMATION

Contribution Rates	
Employer	19.12%
Plan members	7.26%
Actuarial valuation date	10/1/05
Actuarial cost method	Frozen entry age for City employees Aggregate for BSO employees
Amortization method	Level dollar, closed
Remaining amortization period (years)	29
Asset valuation method	5-year-smoothed market
Actuarial assumptions	
Investment rate of return*	8%
Projected salary increases*	6.5%
* Includes inflation at	4%
Cost of Living adjustments	NA

SECTION E
MISCELLANEOUS INFORMATION

RECONCILIATION OF MEMBERSHIP DATA		
	From 10/1/04 To 10/1/05	From 10/1/03 To 10/1/04
A. Active Members		
1. Number Included in Last Valuation	101	112
2. New Members Included in Current Valuation	15	6
3. Non-Vested Employment Terminations	(4)	(7)
4. Vested Employment Terminations	(4)	(1)
5. Service Retirements	(4)	(4)
6. DROP Retirements	0	(1)
7. Disability Retirements	0	0
8. Deaths	0	0
9. Other - Transfers to Other Plans	0	(4)
10. Number Included in This Valuation	<u>104</u>	<u>101</u>
B. Terminated Vested Members		
1. Number Included in Last Valuation	4	5
2. Additions from Active Members	4	1
3. Lump Sum Payments/Refunds	(1)	0
4. Payments Commenced	0	(1)
5. Deaths	0	(1)
6. Number Included in This Valuation	<u>7</u>	<u>4</u>
C. DROP Participation		
1. Number Included in Last Valuation	4	5
2. Additions from Active Members	0	1
3. Payments commenced	0	0
4. Deaths	0	(1)
5. Other	0	0
6. Number Included in This Valuation	<u>4</u>	<u>4</u>
D. Service Retirees, Disability Retirees and Beneficiaries - City		
1. Number Included in Last Valuation	29	23
2. Additions from Active Members	3	4
3. Additions from Terminated Vested Members	0	1
4. Additions from DROP	0	0
5. Deaths Resulting in No Further Payments	0	0
6. Deaths Resulting in New Survivor Benefits	0	1
7. End of Certain Period - No Further Payments	0	0
8. Other	0	0
9. Number Included in This Valuation	<u>32</u>	<u>29</u>
E. Service Retirees, Disability Retirees and Beneficiaries - BSO		
1. Number Included in Last Valuation	0	0
2. Additions from Active Members	1	0
3. Additions from Terminated Vested Members	0	0
4. Additions from DROP	0	0
5. Deaths Resulting in No Further Payments	0	0
6. Deaths Resulting in New Survivor Benefits	0	0
7. End of Certain Period - No Further Payments	0	0
8. Other	0	0
9. Number Included in This Valuation	<u>1</u>	<u>0</u>

Cooper City General Employees Retirement Fund – Active Members excluding BSO Transfers as of 10-1-05

Age Group	Years of Service to Valuation Date											Totals			
	0-1	1-2	2-3	3-4	4-5	5-9	10-14	15-19	20-24	25-29					
20-24 NO.	2	0	0	0	0	0	0	0	0	0	0	0	0	0	2
TOT PAY	70,644	0	0	0	0	0	0	0	0	0	0	0	0	0	70,644
AVG PAY	35,322	0	0	0	0	0	0	0	0	0	0	0	0	0	35,322
25-29 NO.	2	0	0	0	0	1	0	0	0	0	0	0	0	0	3
TOT PAY	62,790	0	0	0	37,247	0	0	0	0	0	0	0	0	0	100,037
AVG PAY	31,395	0	0	0	37,247	0	0	0	0	0	0	0	0	0	33,346
30-34 NO.	2	1	1	1	1	1	3	0	0	0	0	0	0	0	9
TOT PAY	62,005	33,799	38,179	43,196	42,661	139,445	0	0	0	0	0	0	0	0	359,285
AVG PAY	31,003	33,799	38,179	43,196	42,661	46,482	0	0	0	0	0	0	0	0	39,921
35-39 NO.	1	0	2	5	1	2	0	0	1	0	0	0	0	0	12
TOT PAY	26,533	0	72,499	234,346	37,767	78,640	0	51,068	0	0	0	0	0	0	500,853
AVG PAY	26,533	0	36,250	46,869	37,767	39,320	0	51,068	0	0	0	0	0	0	41,738
40-44 NO.	2	1	0	1	4	4	1	0	0	1	0	0	1	0	14
TOT PAY	72,873	27,876	0	37,307	189,421	181,617	64,363	0	40,250	0	0	0	40,250	0	613,707
AVG PAY	36,437	27,876	0	37,307	47,355	45,404	64,363	0	40,250	0	0	0	40,250	0	43,836
45-49 NO.	4	1	0	1	1	1	5	4	2	2	0	0	0	0	20
TOT PAY	145,857	37,276	0	36,367	38,179	221,492	183,065	107,825	101,182	0	0	0	0	0	871,243
AVG PAY	36,464	37,276	0	36,367	38,179	44,298	45,766	53,913	50,591	0	0	0	0	0	43,562
50-54 NO.	2	0	2	1	0	0	5	4	3	1	0	0	0	0	18
TOT PAY	88,398	0	65,535	43,634	0	0	292,799	175,858	139,982	46,015	0	0	0	0	852,221
AVG PAY	44,199	0	32,768	43,634	0	0	58,560	43,965	46,661	46,015	0	0	0	0	47,346
55-59 NO.	0	1	1	0	0	0	3	0	2	1	0	0	0	0	8
TOT PAY	0	39,678	31,159	0	0	118,002	0	92,873	64,577	0	0	0	0	0	346,289
AVG PAY	0	39,678	31,159	0	0	39,334	0	46,437	64,577	0	0	0	0	0	43,286
60-64 NO.	0	0	0	0	0	1	0	0	0	1	0	0	0	0	2
TOT PAY	0	0	0	0	0	59,894	0	0	53,227	0	0	0	0	0	113,121
AVG PAY	0	0	0	0	0	59,894	0	0	53,227	0	0	0	0	0	56,561
65-99 NO.	0	0	0	0	0	0	0	0	1	0	0	0	0	0	1
TOT PAY	0	0	0	0	0	0	0	51,255	0	0	0	0	0	0	51,255
AVG PAY	0	0	0	0	0	0	0	51,255	0	0	0	0	0	0	51,255
TOT NO.	15	4	6	9	8	18	10	10	8	1	0	0	0	0	89
TOT AMT	529,100	138,629	207,372	394,850	345,275	799,090	540,227	478,879	399,218	46,015	0	0	0	0	3,878,655
AVG AMT	35,273	34,657	34,562	43,872	43,159	44,394	54,023	47,888	49,902	46,015	0	0	0	0	43,580



Cooper City General Employees Retirement Fund – BSO Transfers Remaining in the Plan as of 10-1-05

Age Group	Years of Service to Valuation Date											Totals			
	0-1	1-2	2-3	3-4	4-5	5-9	10-14	15-19	20-24	25-29					
20-24 NO.	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOT PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
AVG PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25-29 NO.	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOT PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
AVG PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30-34 NO.	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOT PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
AVG PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35-39 NO.	0	0	0	0	0	0	0	0	0	1	1	0	0	0	2
TOT PAY	0	0	0	0	0	0	0	0	0	37,502	48,079	0	0	0	85,581
AVG PAY	0	0	0	0	0	0	0	0	0	37,502	48,079	0	0	0	42,791
40-44 NO.	0	0	0	0	0	0	0	0	0	3	0	0	0	0	3
TOT PAY	0	0	0	0	0	0	0	0	0	143,516	0	0	0	0	143,516
AVG PAY	0	0	0	0	0	0	0	0	0	47,839	0	0	0	0	47,839
45-49 NO.	0	0	0	0	0	0	0	0	0	2	0	0	0	0	3
TOT PAY	0	0	39,843	0	0	0	0	0	0	79,704	0	0	0	0	119,547
AVG PAY	0	0	39,843	0	0	0	0	0	0	39,852	0	0	0	0	39,849
50-54 NO.	0	0	0	0	0	0	0	0	0	0	2	0	0	1	3
TOT PAY	0	0	0	0	0	0	0	0	0	91,300	0	0	52,711	0	144,011
AVG PAY	0	0	0	0	0	0	0	0	0	45,650	0	0	52,711	0	48,004
55-59 NO.	0	0	0	0	0	0	0	0	0	1	0	0	0	0	2
TOT PAY	0	0	0	0	0	0	0	0	0	38,984	0	45,568	0	0	84,552
AVG PAY	0	0	0	0	0	0	0	0	0	38,984	0	45,568	0	0	42,276
60-64 NO.	0	0	0	0	0	0	0	0	0	1	0	0	0	0	2
TOT PAY	0	0	0	0	0	0	0	0	0	43,540	0	43,372	0	0	86,912
AVG PAY	0	0	0	0	0	0	0	0	0	43,540	0	43,372	0	0	43,456
65-99 NO.	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOT PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
AVG PAY	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOT NO.	0	0	0	0	0	0	0	0	0	8	3	2	1	0	15
TOT AMT.	0	0	39,843	0	0	0	0	0	0	343,246	139,379	88,940	52,711	0	664,119
AVG AMT	0	0	39,843	0	0	0	0	0	0	42,906	46,460	44,470	52,711	0	44,275



SECTION F
SUMMARY OF PLAN PROVISIONS

SUMMARY OF PLAN PROVISIONS

Effective Date

October 1, 1979.

Eligibility

All full-time general employees become eligible upon employment.

Earnings

Basic compensation excluding bonuses, overtime, any other nonregular payments and lump sum payments of unused leave.

Average Monthly Earnings (AME)

The average of Earnings over the three consecutive years during which Earnings were the largest.

Normal Retirement

Eligibility - Age 55 and six years of service.

Benefit - 2.25% multiplied by years of continuous service. In addition, monthly supplemental benefit of \$20 multiplied by continuous service. For those who became BSO employees, the multiplier is 1% for service before 10/1/81, 1.75% from 10/1/81 through 9/30/93, and 2% thereafter.

Form of Benefit - Life annuity, with other options available.

Early Retirement

Eligibility - Age 53 and ten years of service.

Benefit - Accrued benefit payable at Normal Retirement Date, or accrued benefit, reduced by 4% for each year early, payable immediately.

Delayed Retirement

Eligibility - Any time after the Normal Retirement Date.

Benefit - Calculated in same manner as Normal Retirement Benefit and using AME and continuous service as of the actual retirement date.

Deferred Retirement Option Plan (DROP)

Members who continue in employment past normal retirement date may either accrue larger pensions or freeze their accrued benefit and enter the DROP. Each participant in the DROP has an account credited with benefits not received and investment earnings.

Death Benefits (preretirement)

For a member with less than six years of service, a refund of member contributions with interest. For a member with six or more years of service, a monthly benefit payable to the beneficiary as a 100% Joint and Survivor benefit calculated as though the member had retired on his date of death, unless an optional form of benefit was chosen.

Disability Benefit

Eligibility - Total and permanent disability. Members with less than ten years of service are not eligible for a non-service incurred disability benefit.

Benefit - The accrued pension benefit.

Termination Benefits

For a member with less than six years of service when he terminates, a refund of his contributions with interest. For a member with six or more years of service when he terminates, either a refund of his contributions with interest or his accrued benefit is payable beginning at his Normal Retirement Date.

Contributions

From Members - 7.26% of Earnings for City employees and 0% for BSO employees.

From the City - The remaining amount necessary to pay the annual normal cost of the plan plus the additional amount needed to amortize the unfunded accrued (past service) liability over 30 years.

Changes Since Last Valuation

None