

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information presents additional information as mandated by current governmental financial reporting standards.

Schedule of Funding Progress
District of Columbia Retirement Programs

POLICE AND FIREFIGHTERS PLAN

As of September 30, 2008
(\$000s)

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liabilities | Funding Excess | Funded Ratio | Covered Payroll | UAAL as a Percentage of Covered Payroll |
|--------------------------|---------------------------|-------------------------------|----------------|--------------|-----------------|---|
| 10/01/2007 | \$2,672,900 | \$2,647,300 | \$25,600 | 101.0% | \$329,600 | 7.77% |
| 10/01/2006 | N/A | N/A | N/A | N/A | N/A | N/A |
| 10/01/2005 | N/A | N/A | N/A | N/A | N/A | N/A |

N/A – The District uses the Aggregate Actuarial Cost Method to determine its annual required contribution (ARC). Consistent with GASB Statement No. 50, the above Schedule of Funding Progress has been prepared using the Entry Age Actuarial Cost Method, to provide information that serves as a surrogate for the funded status and funding progress of the plan. Comparable data is not available for prior years.

Schedule of Funding Progress
District of Columbia Retirement Programs

TEACHERS PLAN

As of September 30, 2008
(\$000s)

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liabilities | Funding Excess | Funded Ratio | Covered Payroll | UAAL as a Percentage of Covered Payroll |
|--------------------------|---------------------------|-------------------------------|----------------|--------------|-----------------|---|
| 10/01/2007 | \$1,396,000 | \$1,251,300 | \$144,700 | 111.6% | \$338,800 | 42.71% |
| 10/01/2006 | N/A | N/A | N/A | N/A | N/A | N/A |
| 10/01/2005 | N/A | N/A | N/A | N/A | N/A | N/A |

N/A – The District uses the Aggregate Actuarial Cost Method to determine its annual required contribution (ARC). Consistent with GASB Statement No. 50, the above Schedule of Funding Progress has been prepared using the Entry Age Actuarial Cost Method, to provide information that serves as a surrogate for the funded status and funding progress of the plan. Comparable data is not available for prior years.

Actuarial Methods and Assumptions

OTHER POST EMPLOYMENT BENEFITS (OPEB) PROGRAM

As of September 30, 2008

| | |
|-------------------------------|---|
| Valuation Date | September 30, 2008 (projected from April 1, 2008 census) |
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level percent open |
| Remaining Amortization Period | 30 years |
| Asset Valuation Method | Market Value |
| Actuarial Assumptions: | |
| Investment Rate of Return | 7.25% |
| Discount Rate | 6.50% |
| Rate of Salary Increases | 5.0% (plus merit scale) |
| Rate of Medical Inflation | 10% (pre-Medicare) or 9% (post-Medicare) grading to 5.25% over 15 years |

The rate of employer contributions to the Plan is composed of the Normal Cost plus amortization of the Unfunded Actuarial Liability. The Normal Cost is a portion of the actuarial present value of plan benefits and expenses which is allocated to a valuation year by the actuarial cost method. The Actuarial Liability is that portion of the Present Value of Projected Benefits that will not be paid by Future Employer Normal Costs or active employee contributions. The difference between this liability and the funds accumulated as of the same date is the Unfunded Actuarial Liability.

Schedule of Funding Progress

OTHER POST EMPLOYMENT BENEFITS (OPEB) PROGRAM

As of September 30, 2008

(\$000s)

| | Actuarial Value of Assets | Actuarial Accrued Liabilities | Unfunded Actuarial Accrued Liabilities (UAAL) | Funded Ratio | Covered Payroll | UAAL as a Percentage of Covered Payroll |
|------------|---------------------------|-------------------------------|---|--------------|-----------------|---|
| 09/30/2008 | \$219,700 | \$745,200 | \$525,500 | 29.5% | \$1,107,100 | 47.5% |
| 09/30/2007 | \$164,200 | \$600,100 | \$435,900 | 27.4% | \$1,090,900 | 40.0% |
| 09/30/2006 | N/A | N/A | N/A | N/A | N/A | N/A |

N/A – The District began paying contributions based on an actuarially determined valuation using GASB Statement No. 45 parameters in FY 2008.