

Date: September 17, 2009

To: Executive Committee

From: Government Management Committee

Subject: Metropolitan Toronto Police Benefit Fund – Actuarial Report as at December 31, 2008

The Government Management Committee on September 17, 2009:

1. recommended to the Executive Committee that City Council:
  - a. receive the “Report on the Actuarial Valuation for Funding Purposes as at December 31, 2008” prepared by Mercer Human Resource Consulting with respect to the Metropolitan Toronto Police Benefit Fund.
  - b. grant authority for City officials to increase the existing special payments of \$772,200 in 2009 to \$5,425,800 beginning on November 1, 2009 in order to fund the solvency deficiency of the Plan based on the 2008 actuarial valuation.
  - c. grant authority for City officials to make interest payments of \$82,660 which is required as the increase in special payments will not be processed until November 1, 2009.
  - d. authorize the appropriate City officials to make special annual payments in the amount of \$4,653,600 for the solvency deficiency for years 2010-2013.
  - e. increase the 2009 non-program budget for “Programs funded from Reserve Funds” by \$3,508,460 gross and \$0 net, funded by a draw from the Employee Benefits Reserve Fund (XR1002), to accommodate the new special payment requirements resulting from the 2008 Actuarial Valuation for the Metropolitan Police Benefit Fund.
  - f. authorize the appropriate City officials to take the necessary action to give effect to the foregoing recommendations.



2. Requested the Acting Treasurer to provide an information report to the Government Management Committee on the structure and mandate of the City's Pension Boards, the City's responsibility for them and potential assistance that could be provided by OMERS or the Ontario Teacher's Pension Plan.

Background

The Government Management Committee on September 17, 2009, gave consideration to a report (August 12, 2009) from the Acting Treasurer, entitled "Metropolitan Toronto Police Benefit Fund – Actuarial Report as at December 31, 2008".

City Clerk  
Patsy Morris

GM24.11  
Att.

c: Acting Treasurer