

March 30, 2011

To: Government Management Committee
From: Metropolitan Toronto Pension Plan Board of Trustees
Subject: Metropolitan Toronto Pension Plan – Actuarial Valuation as at December 31, 2010

Recommendation

The Board of Trustees of the Metropolitan Toronto Pension Plan recommended to the Government Management Committee that City Council approve that an increase of 1.78% be granted on pensions, effective January 1, 2011, to pensioners on benefit for more than one year and a proportionate increase of 0.1483% for each month of pension payment made in 2010 be granted for pensioners who retired during 2010, for which the total estimated cost is \$8,415,000.00 on the going-concern basis, or \$8,980,000.00 on the solvency basis.

Decision Advice and Other Information:

The Board of Trustees of the Metropolitan Toronto Pension Plan:

1. received the March 2011 Report on the Actuarial Valuation for Funding Purposes as at December 31, 2010, from Mercer.
2. requested the City Treasurer to report to the May 2, 2011 meeting of the Government Management Committee on the Metropolitan Toronto Pension Plan Report on the Actuarial Valuation for Funding Purposes as at December 31, 2010.
3. requested that the report from Mercer be filed with the Department of Financial Services of Ontario and the Canada Revenue Agency in September 2011.

Background:

The Board of Trustees of the Metropolitan Toronto Pension Plan on March 30, 2011, considered a communication (March 22, 2011) from Anil Narale, Principal, Mercer, forwarding the Actuarial

Valuation Report (March 2011) for the Metropolitan Toronto Pension Plan prepared as at December 31, 2010.

Anil Narale, Principal, Mercer, gave a presentation to the Board of Trustees on the Actuarial Valuation Report. Frank Dekeyser from Mercer was also in attendance.

Board Secretary

Margaret Lewis
Item 3.19
Encl.

- c. Giuliana Carbone, City Treasurer
Anil Narale, Principal, Mercer
Celine Chiovitti, Director, Pension, Payroll and Employee Benefits
Michael Wiseman, Manager, Benefits and Employee Services
John Malyjasiak, Acting Supervisor, Pension, Payroll and Employee Benefits
Angelo Tassone, Acting Manager, Pensions