

## RETURN ON INVESTMENT



\* As of 12/31/2016

FUNDING PERIOD AS OF 1/1/2017: 28 YEARS	
Calculated using the 8.0% assumed investment return	Funding ratio is 69.8 percent
Improvement from 29 years last year	Unfunded liabilities currently \$6.1 billion -if assumptions are met these will eventually be zero in 28 years
Remains in compliance with Ohio's funding requirement	

## DISABILITY BENEFITS

In the last 15 years, OP&F has dramatic decreases in disability retirements

### PERMANENT AND TOTAL DISABILITY GRANTS



### ON-DUTY PARTIAL GRANTS



Reasons: Non-disabling conditions not considered in calculations (2013); implementation of DROP (2003); retiree health care increases (2004); evaluation doctors using newer versions of AMA Guides (2010)

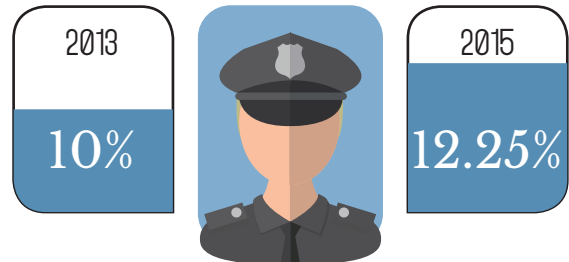
The latest actuarial valuation was presented to the Board of Trustees on Oct. 24. The report was based on data as of Jan. 1, 2017 and used the new 8.0 percent investment return assumption. The new assumed investment rate was recommended by independent actuaries as a part of a regularly-scheduled five-year review of funding assumptions. 11/1/2017

## PENSION REFORM

Enacted in 2012 is working as intended

**\$3.2 BILLION** removed from unfunded liabilities due to changes made in the legislation

### MEMBER CONTRIBUTIONS INCREASED

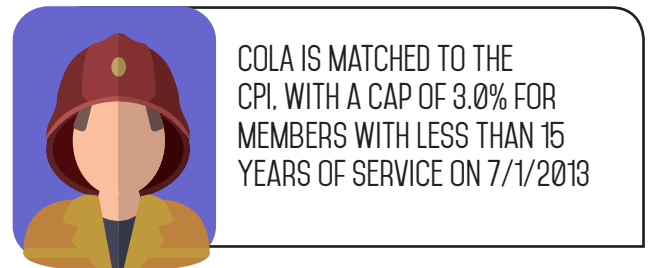


Employer contributions to OP&F have not changed since 1988

## COST OF LIVING ADJUSTMENT

Pension reform legislation in 2012 changed COLAs for OP&F members

No members receive a COLA until they are age 55



## HEALTH CARE +

+ OP&F continues to contribute a small amount toward retiree health care (0.5 percent of employer contributions)

+ OP&F continues to work on a new health care option for members, scheduled to be implemented on Jan. 1, 2019.