

APPENDIX "L"

TEACHERS' SUPERANNUATION COMMISSION OF PRINCE EDWARD ISLAND

1. ELIGIBILITY

- (a) For the purposes of section 3(a)(i) of the Agreement, the date specified is July 1, 1950.
- (b) For the purposes of section 3(a)(ii)(B) of the Agreement, Inactive Members of the P.E.I. Teachers' Superannuation Fund are eligible.

2. ACTUARIAL COST METHOD AND ASSUMPTIONS

- | | | |
|------|------------------------------------|---|
| (a) | Actuarial Cost Method | projected unit credit |
| (b) | Annual real rate of return | 4.50% |
| (c) | Annual inflation rate | 3.00% |
| (d) | Annual interest rate | 7.64% |
| (e) | Annual YMPE increase rate | 3.50% |
| (f) | Annual salary increase | 4.00% plus seniority salary scale |
| (g) | Annual increase in Tax Act maximum | 3.50% starting on
January 1, 2005 |
| (h) | Mortality | |
| (i) | Pre-Retirement | None |
| (ii) | Post-Retirement | GAM83 mortality table, as published on pages
880 and 881 of Volume XXXV of the Transactions
of the Society of Actuaries:
80% of male rates for males and
90% of female rates for females |
| (i) | Withdrawal rate | None |
| (j) | Disability rate | None |

- (k) Retirement age **Assumed to retire upon completing 35 years of pensionable service or, if earlier, when age plus pensionable service is 86, but in no case is retirement assumed to be earlier than age 55 or before having 30 years of pensionable service or after age 65**
- (l) Seniority salary scale **0.50% per annum to retirement age**
- (m) Proportion with spouse at death **70%**
- (n) Age of spouse **males 3 years older**