

July 7, 2014

Marian Ninneman, CEBS
Employees' Retirement System Manager
Milwaukee County Employees' Retirement System
901 North 9th Street
Milwaukee, Wisconsin 53233

Re: VCP Ordinance Amendments for the Buy-In and Buy-Back Program for the County of Milwaukee Employees' Retirement System – Supplemental Calculation

Dear Marian:

We have been directed by you to prepare a supplemental calculation related to our analysis entitled "VCP Ordinance Amendments for the Buy-In and Buy-Back Program for the County of Milwaukee Employees' Retirement System" dated July 7, 2014. Users of this report should refer to that report for the basis, purpose and caveats related to this analysis. You have asked us to isolate the portion of the net liability increase that results from overpayments through October 1, 2008 with interest through October 1, 2014. Of the \$25.8 million in return of past overpayments with interest at the bottom of page three of the above referenced report, we estimate that \$20.5 million is for overpayments made before October 1, 2008. Note this figure does include interest through October 1, 2014.

I am a member of the American Academy of Actuaries and experienced in performing actuarial valuations of public employee retirement systems. To the best of my knowledge, this report is complete and accurate and has been prepared in accordance with generally-accepted actuarial principles and practices. I am qualified to render the opinions contained in this report

Please let us know if there are any questions.

Sincerely



Larry Langer
Principal, Retirement Consulting

LL:pl
19150/C8280RET01-VCP Ordinance Amend supplemental report-7-7-14.doc

Attachment

cc: Mark Grady, Corporation Counsel