

**CITY OF LINCOLN, NEBRASKA**  
**Required Supplementary Information**  
**August 31, 2014**

**Schedule of Changes in the PFDP Net Pension Liability**  
**and Related Ratios**  
For the Year Ended August 31, 2014

	2014
<b>Total Pension Liability</b>	
Service cost	\$ 7,289,994
Interest	18,675,284
Changes in benefit terms	-
Effect of economic/demographic gains or losses	(1,041,046)
Effect of assumption changes or inputs	22,725,982
Benefit payments, including refunds of member contributions	(13,430,163)
Net change in total pension liability	34,220,051
Total pension liability - beginning	241,713,789
Total pension liability - ending (a)	\$ 275,933,840
 <b>Plan Fiduciary Net Position</b>	
Contributions - employer	\$ 7,865,929
Contributions - members	2,613,971
Net investment income	30,932,275
Benefit payments, including refunds of member contributions	(13,430,163)
Administrative expense	(407,146)
Net change in plan fiduciary net position	27,574,866
Plan fiduciary net position - beginning	185,767,949
Plan fiduciary net position - ending (b)	\$ 213,342,815
 <b>PFDP Net Pension Liability - ending (a) - (b)</b>	<b>\$ 62,591,025</b>
 Plan fiduciary net position as a percentage of the total pension liability	77.32%
 Covered-employee payroll	\$ 37,887,505
 PFDP net pension liability as a percentage of covered-employee payroll	165.20%

Note to schedule:

Results for the other years within the last ten years are not available and will be developed prospectively from 2014.

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 Required Supplementary Information  
 August 31, 2014

**Schedule of Employer Contributions for PFDP Pension**  
 For the Year Ended August 31, 2014

	2014
Actuarial determined employer contribution	\$ 7,377,763
Actual employer contributions	7,865,929
Annual contribution deficiency (excess)	\$ (488,166)
Covered-employee payroll	\$ 37,887,505
Actual contributions as a percentage of covered-employee payroll	20.76%

Note to Schedule:

Results for the other years within the last ten years are not available and will be developed prospectively from 2014.

Valuation date: 8/31/2012

Actuarially determined contribution rates are calculated as of August 31, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method:	Entry Age Normal
Amortization method:	30 years, level percent, open
Remaining amortization period:	30 years
Asset valuation method:	4-year smoothed market
Inflation:	4.25%
Salary increases:	4.25% - 8.25%
Investment rate of return:	7.5%

**CITY OF LINCOLN, NEBRASKA**  
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**Schedule of Investment Returns for PFDP Pension**

Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Annual money-weighted rate of return, net of investment expense	16.67%	12.42%	5.47%	12.64%	9.60%	-16.77%	-6.40%	14.05%	11.14%	13.09%

**Schedule of Funding Progress for PFDP Pension**

(dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
August 31, 2014	\$ 174,569	\$ 262,918	\$ 88,349	66.4 %	\$ 37,888	233.2 %
August 31, 2013	164,190	229,193	65,003	71.6	38,108	170.6
August 31, 2012	164,500	214,879	50,379	76.6	36,311	138.7
August 31, 2011	165,436	204,990	39,554	80.7	35,763	110.6
August 31, 2010	172,317	195,206	22,889	88.3	34,233	66.9
August 31, 2009	177,526	187,292	9,766	94.8	33,450	29.2

**Schedule of Employer Contributions for PFDP Pension**

(dollar amounts in thousands)

Year Ended August 31	Annual Required Contribution	Annual Pension Contribution	Percentage Contributed
2014	\$ 7,378	\$ 7,866	107 %
2013	6,718	6,447	96
2012	5,574	6,052	109
2011	4,652	4,334	93
2010	3,752	3,963	106
2009	3,316	3,572	108

**Schedule of Funding Progress for City OPEB**

(dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Unit Credit (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
September 1, 2013	\$ 0	\$ 18,738	\$ 18,738	0.0 %	\$ 123,231	15.2 %
September 1, 2011	0	24,902	24,902	0.0	118,498	21.0
September 1, 2009	0	19,796	19,796	0.0	112,002	17.7