

# **REQUIRED SUPPLEMENTARY INFORMATION**

**This section contains additional information required by accounting principles generally accepted in the United States of America.**

- **Schedule of Funding Progress for the Law Enforcement Officers' Special Separation Allowance**
- **Schedule of Employer Contributions for the Law Enforcement Officers' Special Separation Allowance**
- **Notes to the Required Schedules for the Law Enforcement Officers' Special Separation Allowance**

TOWN OF CARY, NORTH CAROLINA  
**LAW ENFORCEMENT SEPARATION ALLOWANCE**  
**REQUIRED SUPPLEMENTAL INFORMATION**  
*Last Ten Fiscal Years*

Page 1 of 2

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Projected Unit Credit	Unfunded AAL (UAAL) Obligation	Funded Ratio	Covered Payroll	UAAL As a Percentage Of Covered Payroll
12/31/1996	\$429,165	434,430	5,265	98.79 %	\$2,764,829	0.19 %
12/31/1997	452,253	501,266	49,013	90.22	3,073,436	1.59
12/31/1998	476,629	672,282	195,653	70.90	3,526,525	5.54
12/31/1999	835,978	730,522	(105,456)	114.44	4,104,752	(2.57)
12/31/2000	888,967	1,192,989	304,022	74.52	4,744,712	6.41
12/31/2001	925,296	1,409,020	483,724	65.67	5,512,118	8.78
12/31/2002	963,910	1,584,215	620,305	60.84	5,821,893	10.65
12/31/2003	1,007,327	1,929,459	922,132	52.21	6,481,256	14.23
12/31/2004	1,143,468	2,193,200	1,049,732	52.14	7,226,058	14.53
12/31/2005	1,178,909	2,174,344	995,435	54.22	7,573,856	13.14

TOWN OF CARY, NORTH CAROLINA  
**LAW ENFORCEMENT SEPARATION ALLOWANCE**  
**REQUIRED SUPPLEMENTAL INFORMATION**  
*Last Ten Fiscal Years*

Page 2 of 2

<u>Year Ended</u> <u>June 30</u>	<u>Annual</u> <u>Required</u> <u>Contribution</u>	<u>Actual</u> <u>Amount</u> <u>Contributed</u>	<u>Percentage</u> <u>Contributed</u>
1997	\$26,509	80,000	301.78 %
1998	34,754	80,000	230.19
1999	50,656	80,000	157.93
2000	28,854	80,000	277.26
2001	28,854	80,000	277.26
2002	96,190	80,000	83.17
2003	122,418	96,190	78.57
2004	137,600	122,418	88.97
2005	163,088	137,600	84.37
2006	189,928	163,088	85.87

Note to the Required Schedules:

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation	12/31/2005
Actuarial cost method	Projected unit credit
Amortization method	Level percent of pay closed
Remaining amortization period	25 years
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return*	7.25%
Projected salary increases*	4.5 - 12.3%
Cost of living adjustments	None

\*Includes inflation at 3.75%