

Nebraska Public Employees Retirement Systems  
School Retirement System  
Impact of Salary Increase Cap and Exemptions

Historical Exemption Information

<u>Year</u>	<u>Total Retirees</u>	<u>Retirees with Exemptions</u>	<u>Percentage with Exemptions</u>
2006	1,115	70	6.3%
2007	1,186	295	24.9%
2008	1,142	372	32.6%
2009	1,060	402	37.9%
2010	1,254	593	47.3%
5-Year Total	5,757	1,732	30.1%

Results for 4,926 Active Members Eligible for Early Retirement as of July 1, 2010  
(Age 60 with 5 years of service, age 55 meeting Rule of 85, or 35 years of service)

	<u>No Salary Cap</u>	<u>7% Salary Cap No Members are Exempt</u>	<u>7% Salary Cap 25% of Members are Exempt</u>	<u>7% Salary Cap 50% of Members are Exempt</u>	<u>8% Salary Cap No Members are Exempt</u>	<u>9% Salary Cap No Members are Exempt</u>
Present Value of Future Benefits	\$1,648,620,440	\$1,632,515,167	\$1,636,541,485	\$1,640,567,804	\$1,636,694,698	\$1,639,510,138
Increase / (Decrease) in PVFB Due to Increasing Salary Cap and Eliminating Exemptions Assuming 25% of Retiring Members are Exempt Under Current Provisions					\$153,213	\$2,968,653
Increase / (Decrease) in PVFB Due to Increasing Salary Cap and Eliminating Exemptions Assuming 50% of Retiring Members are Exempt Under Current Provisions					\$(3,873,106)	\$(1,057,666)