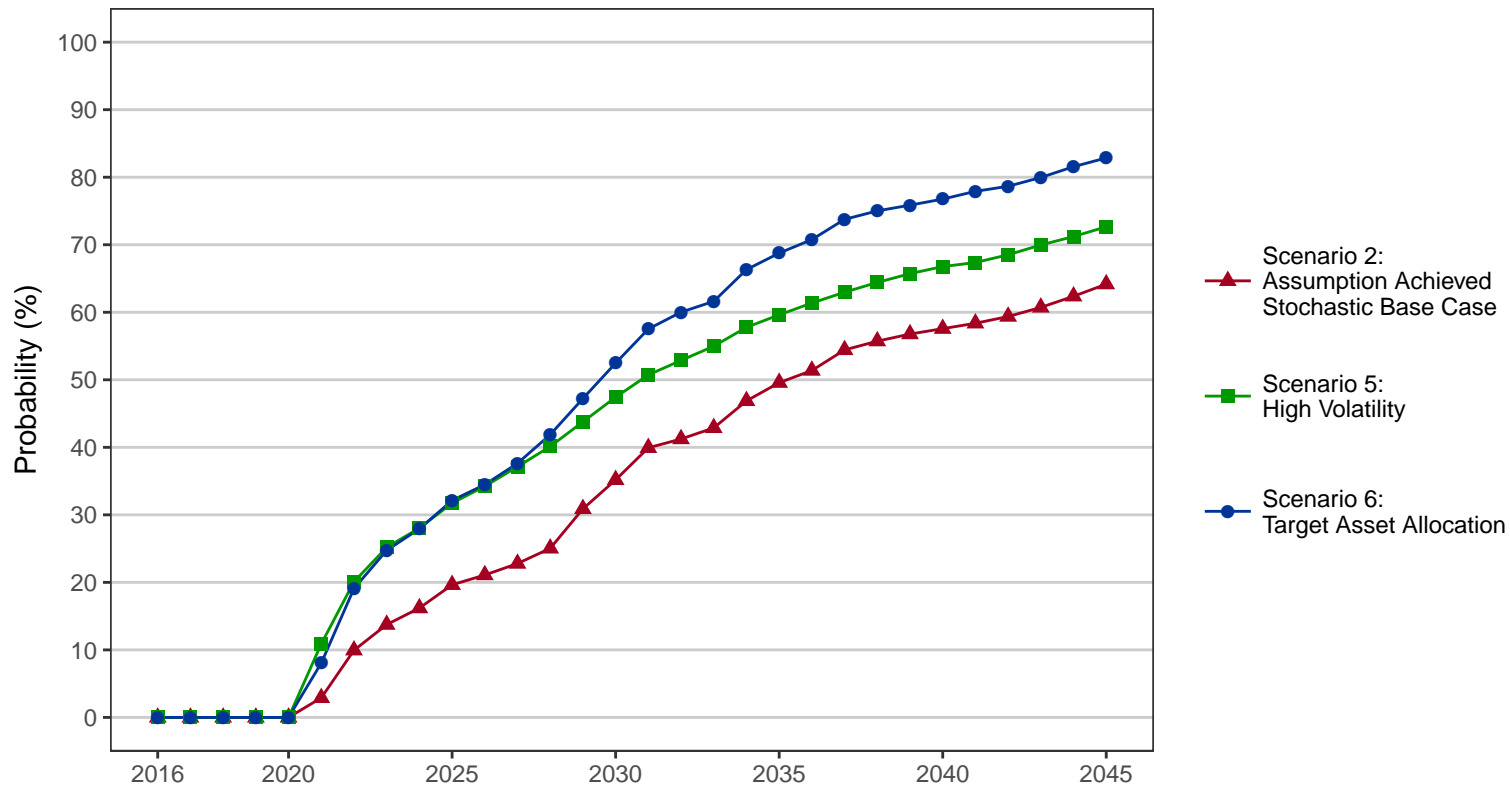


Probability of ERC rising by more than 10% of payroll in any 5-year period up to the given year under different return scenarios

Current LAFPP funding policy



Notes:

Scenario 2: Expected compound return is 7.5%, standard deviation is 12%

Scenario 5: Expected compound return is 7.5%, standard deviation is 17.2%

Scenario 6: Expected compound return is 6.1%, standard deviation is 13.4%