

#### **1014. Actuarial equivalent.**

"Actuarial Equivalent," as used in section 201.24(2.13) of the Milwaukee County Code of General Ordinances shall have the following meaning:

- (a) *Converting Maximum Annual Benefit Limitation - PreAge 62.* For purposes of calculating the reduced dollar limit on annual benefits payable for a member who begins benefits prior to age sixty-two (62), as required by section 201.24(12.3), the term "actuarial equivalent" shall mean an amount having the same actuarial present value when computed on the basis of:
  - (1) *Mortality Table.* The mortality table specified by the Internal Revenue Service in Revenue Ruling 2007-67, or any successor revenue ruling thereto. Effective as of December 31, 2012, the mortality table is the 2013 Applicable Mortality Table, and
  - (2) *Interest Rate.* An interest rate of five (5) percent compounded annually.
- (b) *All Other Purposes.* For all purposes under section 201.24(2.13) of the Milwaukee County Code of General Ordinances other than those specifically noted elsewhere in this Rule 1014, the term "actuarial equivalent" shall mean an alternative form or time of payment having the same actuarial present value when computed on the basis of:
  - (1) *Mortality Table.* RP-2000 Blue Collar Mortality Table (Male/Female 50/50) with generational mortality improvements for healthy participants, and
  - (2) *Interest Rate.* An interest rate of eight (8) percent compounded annually.