

Retirement date: April 1, 2004

Recalculated payment start date: September 1, 2006 or September 1, 2007

50% in Variable account and age 58 at retirement

<i>Strunk/Eugene (S&E) Adjustments: Account Information</i>	Adjustment Date	
	9/1/06	9/1/07
Regular account balance at retirement (with 20 percent earnings in 1999)	\$69,876	\$69,876
Variable account balance at retirement	\$70,431	\$70,431
Monthly benefit at retirement	\$2,200	\$2,200
Original benefit at adjustment date (including any cost-of-living adjustments - COLAs – up to 8-1-03, the COLA freeze date)	\$2,321	\$2,367
Recalculated S&E account balance (with 11.33 percent earnings crediting in 1999)	\$71,801	\$71,801
Variable account balance at retirement	\$70,431	\$70,431
Recalculated S&E benefit at retirement	\$2,230	\$2,230
Recalculated S&E benefit at adjustment date (including all COLAs)	\$2,352	\$2,399
Amount of underpayment*	\$926	\$1,306
New S&E ARM benefit as of adjustment date	\$2,352	\$2,399
Change in benefit at adjustment date	\$32	\$32

* PERS will pay a lump-sum payment in this amount to the benefit recipient at the adjustment date.