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IN THE CIRCUIT COURT OF THE STATE OF OREGON  
FOR THE COUNTY OF MULTNOMAH

URSULA WHITE, BRUCE N. REITER, and  
MARGARET RETZ,

Petitioners,

v.

PUBLIC EMPLOYEES RETIREMENT  
BOARD,

Respondent,

and

STATE OF OREGON, LANE COUNTY,  
CITY OF EUGENE, MULTNOMAH  
COUNTY, CITY OF PORTLAND, CITY OF  
ROSEBURG, CITY OF HUNTINGTON,  
CANBY UTILITY BOARD, and ROGUE  
RIVER VALLEY IRRIGATION DISTRICT,

Intervenors.

URSULA WHITE, BRUCE N. REITER, and  
MARGARET RETZ,

Petitioners,

v.

PUBLIC EMPLOYEES RETIREMENT  
BOARD,

Respondent,

and

STATE OF OREGON, LANE COUNTY,  
CITY OF EUGENE, MULTNOMAH  
COUNTY, CITY OF PORTLAND, CITY OF  
ROSEBURG, CITY OF HUNTINGTON,  
CANBY UTILITY BOARD, and ROGUE  
RIVER VALLEY IRRIGATION DISTRICT,

Intervenors.

CASE NO. 0404-04118

**DECLARATION OF DALE ORR IN  
SUPPORT OF RESPONDENT  
PUBLIC EMPLOYEES  
RETIREMENT BOARD'S MOTION  
FOR SUMMARY JUDGMENT**

Case No. 0411-11848

1 I, Dale Orr, hereby declare as follows:

2 1. I have personal knowledge of the facts set forth in this declaration and could and  
3 would competently testify to them under oath if called as a witness

4 2. I have served as the Coordinator of the Actuarial Analysis Section of the Public  
5 Employees Retirement System ("PERS") since March 2004. The Actuarial Analysis Section is  
6 responsible for coordinating PERS' actuarial services, among which is the assessment of  
7 variables that affect PERS members' refund annuities – life expectancy rates and assumed interest  
8 rates.

9 3. I attended a meeting of PERS Board on October 12, 2004, at which PERB adopted  
10 the employer rate adjustments, recommended by the PERS actuary, implementing the *City of*  
11 *Eugene* settlement agreements.

12 4. At that meeting, the PERS actuary presented a letter dated October 12, 2004  
13 detailing the proposed rates. This letter was a "walk-in" item and so was not distributed to the  
14 PERS Board prior to the meeting. Attached as Exhibit 1 is a true and correct copy of that letter.

15  
16 I hereby declare that the above statement is true to the best of my knowledge and belief,  
17 and that I understand it is made for use as evidence in court and is subject to penalty for perjury.

18 Executed in Tigard, Oregon, this 21 day of July, 2008.

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Dale Orr

**EXHIBIT 1**  
**TO OUR DECL.**


**Milliman**
*Consultants and Actuaries*

111 SW Fifth Avenue, Suite 3700  
 Portland, OR 97204  
 Tel +1 503 227.0684  
 Fax +1 503 227.7858  
 www.milliman.com

October 12, 2004

Retirement Board  
 Public Employees Retirement System  
 State of Oregon

**Re: Implementation of Lipscomb Settlement Agreement**

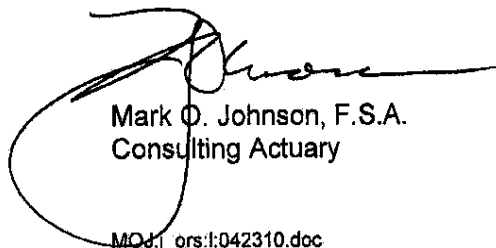
Dear Members of the Board:

The Lipscomb Settlement Agreement allows for a review of our work by the petitioners. Our work has been provided to the petitioners and their consulting actuaries and our understanding is that litigation counsel for PERS and the petitioners have agreed that the rates shown below appropriately reflect the terms of the agreement.

Petitioning Employers	Transfer Due from Contingency Reserve to Employer Accounts	Effective November 1, 2004 (as a percentage of PERS salaries)		
		Current Rate	Lipscomb Reduction	Revised Rate
#2008 - Lane County	\$ 9,387,147	6.09%	-0.63%	5.46%
#2038 - Multnomah County	15,757,825	7.13%	-0.35%	6.78%
#2100 - City of Roseburg	730,399	15.71%	-0.36%	15.35%
#2111 - City of Eugene	9,096,740	7.66%	-0.64%	7.02%
#2121 - City of Portland	22,615,311	4.26%	-0.42%	3.84%
#2132 - Eugene Water and Elec. Bd.	3,629,499	11.85%	-0.53%	11.32%
#2191 - City of Huntington	11,403	102.56%	-0.95%	101.61%
#2585 - Rogue River Valley Irr. Dist.	27,841	21.41%	-0.87%	20.54%
#2731 - Canby Utility Board	154,819	8.29%	-0.59%	7.70%
	<b>\$ 61,410,984</b>			

We will be pleased to discuss our findings at your meeting. If you have any questions, please let us know.

Sincerely,



Mark O. Johnson, F.S.A.  
 Consulting Actuary

MOJ\_ors:l:042310.doc