

JAY DARDENNE UAL IMPACT COMPUTATIONS:

Remaining Life (based on SSA mortality table): 21.44 years.
Salary as Lt. Gov. (used to compute current pension): \$115,000.
Salary as JBE's Commissioner of Administration: \$237,000.

Monthly pension today absent CoA appointment =

\$115,000 x 0.80 = \$92,000/year, or \$7,667/month.

Monthly pension after 4 years as CoA =

\$237,000 x 0.90 = \$213,300, or \$17,775/month.

PV (7,667/mo for 21.44 years @ 7% discount rate) = \$1,017,885.

PV (17,775/mo for 17.44 years @ 7% discount rate) = \$2,140,094.

Discount \$2,140,094 back 4 years to get in today's dollars:

PV (\$2,140,094, back 4 years @ 7% discount rate) = \$1,632,667.

Impact of JBE's appointment of Jay Dardenne upon state employees UAL:

	\$1,632,667
	<u>-\$1,017,885</u>
Net Impact	<u>\$614,782</u>
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So, the impact on the state employees' retirement system's UAL is an immediate increase of \$614,782. Compare that with the impact of hiring a retired CFO from private industry (who would not have past years of state service to be artificially inflated as Dardenne's is right before retirement). Under that scenario, there is NO impact upon the state employees' retirement system, which today ALREADY stands at a staggering approximate \$4,000 for every man, woman, and child residing in Louisiana!