



May 29, 2012

VIA E-MAIL

Board of Trustees  
City of Sanibel  
General Employees' Retirement Plan  
800 Dunlop Road  
Sanibel, FL 33957

Re: City of Sanibel  
General Employees' Retirement Plan  
Actuarial Equivalence

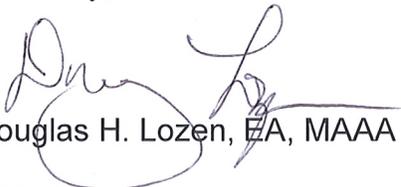
Dear Board:

As discussed during our conference call last week, I am writing to affirm that our firm has no opposition to the continued use of a 7.5% investment return assumption for purposes of the Plan's definition of Actuarial Equivalence once the valuation assumption is lowered to 6.75%.

As I mentioned during the meeting, an alignment of valuation assumptions and those used for Actuarial Equivalence is a personal preference for ease of administration. These assumptions are commonly "de-linked" in both the public and private sector, and are routinely accepted by actuaries for purposes of determining optional forms of survivor benefits.

If you have any questions, please let me know.

Sincerely,



Douglas H. Lozen, EA, MAAA

DHL/mjg