

Assumption Changes Incorporated in This Valuation

- The assumed rate of investment return used to value all benefits expected to be paid out of assets and future contributions not covered by prior asset dedications was changed from 7.00% to 6.75% effective December 31, 2019, to better reflect anticipated plan experience.
- The mortality assumptions for healthy and disabled males and females were updated to better reflect recent and anticipated plan experience.
- The current liability interest rate was changed from 3.06% to 2.52% to remain within the IRS prescribed corridor.
- The current liability mortality tables were updated to the applicable tables for 2020 valuation years, as prescribed by the IRS.
- The anticipated annual employer contributions were increased to \$2.115 billion based on recent plan experience.
- The form of payment factor was updated to reflect recent plan experience.
- The family composition for covered employees used to value the child survivor benefit was updated to reflect the latest available Actuarial Valuation published by the Railroad Retirement Board.

Method Changes Incorporated in This Valuation

There are no method changes for the January 1, 2020 valuation.