

Unfortunately headlines can not and do not accurately reflect the message communicated by a full and thorough reading of the underlying article. Depending on certain factors, there are two ways to look at how long PACT will have monies to pay tuition and qualified fees - assuming no monies are available from the Legislature or any other funding source.

#1:

It is actuarially estimated that monies are available to pay tuition and qualified fees until 2015-2016, according to the 2009 September actuarial report. Variables such as refunds, investment returns, and tuition increases will shorten or lengthen this timeframe.

#2:

The estimated amount needed to refund all active PACT purchasers is \$350 million. The following table shows an estimated payment flow of trust fund assets highlighting the date when assets reach approximately \$350 million. (Refunds may be initiated by the purchaser at any time, or as ordered by the Courts.)

Date	Activity	Action	Balance
2-28-2010	Trust Fund Balance	Beginning Balance	\$ 502,244,500
Spring/Summer 2010	Remaining Tuition and Qualified Fee Payments (estimated)	Minus	20,000,000
School Year Sept 2010/Aug 2011	Tuition and Qualified Fee Payments (estimated)	Minus	80,000,000
Fall 2011	Tuition and Qualified Fee Payments (estimated)	Minus	45,000,000
<b>January 2012</b>	Subtotal		\$ 357,244,500
	Estimated \$ to Refund All Active Purchasers	Minus	\$ 350,000,000
January 2012	Estimated Balance	Total	\$ 7,244,500

***Given the dire situation, a source of funding is needed immediately. We support all legislative actions to provide funding for PACT, and encourage you to contact your legislative representatives to express your thoughts.***

Note: PACT continues to pay tuition and qualified fees as invoices are received from the schools.