



National Defence

Défense nationale

Deputy Minister

Sous-ministre

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Ottawa, Canada
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Quartier général de la Défense nationale
Ottawa, Canada
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JAN 27 2012

Mr. Kevin Page
Parliamentary Budget Officer
Ottawa, ON
K1A 0A9

Re: Parliamentary Budget Officer Information Request IR0060

Dear Mr. Page:

I am responding to your letter dated 13 December 2011 requesting information from this Department pertaining to the cost estimate prepared in response to the changes proposed with Bill C-215 – *An Act to amend the Canadian Forces Superannuation Act and the Royal Canadian Mounted Police Superannuation Act (deletion of deduction from annuity)*.

The Office of the Superintendent of Financial Institutions Canada (OSFI) is the primary regulator and supervisor of federally regulated deposit-taking institutions, insurance companies, and federally regulated private pension plans. The Office of the Chief Actuary, which is part of OSFI, provides actuarial services to the Government of Canada.

The costing estimate that this Department provided with respect to removing the integration provision from the *Canadian Forces Superannuation Act* was based on information provided from OSFI. The application letter from OSFI, dated 10 November 2011, is enclosed which describes their findings and explains their valuation methodology. The population data, based on periodic downloads from the Department of National Defence and PWGSC on active members, pensioners and survivors, and the economic and demographic assumptions that were used to prepare the estimate, are the same as OSFI used when they prepared the Canadian Forces Actuarial Report as at 31 March 2010. Detailed descriptions of the methodology, assumptions, and data are included in the 2010 Actuarial Report; a hard copy is enclosed for your convenience and an electronic copy is available at the OSFI website, which is:

http://www.osfi-bsif.gc.ca/app/DocRepository/1/eng/reports/oca/CFR10_e.pdf

Canada

The raw data used by OSFI can be obtained through OSFI. The contact for this is M. Michel Rapin, who can be reached 613-990-7971.

I trust that the enclosed information responds to your query. Please do not hesitate to contact me should you require any further clarification.

Original signed by
ROBERT FONBERG
a signé l'original

Robert Fonberg

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