



City of Bethlehem Memorandum

TO: Members of City Council
FROM: Mark W. Sivak, Director of Budget and Finance *MWS*
DATE: September 8, 2017
SUBJECT: 2018 Preliminary Budget Estimate - Pensions

Act 205, the pension reform law, requires the Chief Administrative Officer to submit for 2018 budget purposes, the financial requirements of the Plans and the minimum municipal contribution to the Plans to the governing body of the City by September 30, 2017. As of this date, we have not received the allocation for 2017 General State Aid or the final calculation of the amount required by the Pennsylvania Municipal Retirement Board.

Therefore, the following estimates will be adjusted, if necessary, when a final budget is submitted to Council:

| | <u>Financial Requirements</u> | <u>Minimum Contribution</u> |
|------------------|-------------------------------|-----------------------------|
| Police | \$5,342,732 | \$4,515,210 |
| Fire | \$3,301,323 | \$2,668,509 |
| O & E | \$ -0- | \$ -0- |
| PMRS | \$2,774,878 | \$1,195,583 |

cc: Mayor Donchez
D. Brong
G. Yasso