



City of Bethlehem Memorandum

TO: Members of City Council

FROM: Mark W. Sivak, Director of Budget and Finance *mws*

DATE: September 3, 2020

SUBJECT: 2021 Budget – Pension Minimum Municipal Obligations

Act 205, the pension reform law, requires the Chief Administrative Officer to submit for 2021 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, 2020.

Based on the most recent actuarial valuations and payroll data, the below minimum contributions are what the City will need to budget for 2021.

	<u>Financial Requirements</u>		<u>Minimum Municipal Contribution</u>		<u>Anticipated Employee Contribution</u>
Police	\$7,033,743	=	\$6,258,279	+	\$ 775,464
Fire	\$4,345,507	=	\$3,652,422	+	\$ 693,085
PMRS	\$3,507,168	=	\$1,870,888	+	\$1,636,280

cc: Mayor Donchez
E. Evans
G. Yasso