

No. 6 of 2019

**TOWNSHIP OF ROBINSON POLICE PENSION PLAN
FINANCIAL REQUIREMENT AND MINIMUM MUNICIPAL OBLIGATION
FOR 2020 MUNICIPAL BUDGET**

A. Normal Cost

1. Normal Cost as a Percent of Payroll	21.300%
2. Estimated 2019 Payroll for Active Participants	\$ <u>3,131,283</u>
3. Normal Cost (A1 x A2)	\$ <u>666,963</u>

B. Financial Requirement

1. Normal Cost (A3)	\$ 666,963
2. Anticipated Insurance Premiums	0
3. Anticipated Administrative Expense	97,070
4. Amortization Payment, if any ^	<u>185,912</u>
5. Financial Requirement (B1 + B2 + B3 + B4)	\$ <u>949,945</u>

C. Minimum Municipal Obligation

1. Financial Requirement (B5)	\$ 949,945
2. Anticipated Employee Contributions (5.0% of Estimated Payroll)	156,564
3. Funding Adjustment, if any	<u>0</u>
4. Minimum Municipal Obligation (C1 - C2 - C3)	\$ <u>793,381</u>

^The amortization payment from the January 1, 2017 valuation was adjusted to reflect amortization base(s) that have since expired. The amortization payment decreased by \$96,636.

NOTES:

- 2020 General Municipal Pension System State Aid may be used to fund part or all of the municipal obligation and must be deposited within 30 days of receipt. Any remaining balance must be paid from municipal funds.
- Deposit into the Plan's assets must be made by December 31, 2020 to avoid an interest penalty.
- Any delinquent Minimum Municipal Obligation from prior years must be included in the 2020 budget along with an interest penalty.

I hereby certify that the above calculations, to the best of my knowledge, are true, accurate, and conform with the provisions of Chapter 3 of Act 205 of 1984.

Certified By:



Chief Administrative Officer

September 20, 2019

Date

Prepared using the January 1, 2017 Valuation.