

**RESOLUTION No. \_\_\_\_\_**

**A RESOLUTION OF THE BURGESS AND TOWN COUNCIL OF THE BOROUGH OF POTTSTOWN, MONTGOMERY COUNTY, PENNSYLVANIA, ACKNOWLEDGING THE 2022 MINIMUM MUNICIPAL OBLIGATION (MMO) AND ESTABLISHING THE CONTRIBUTION FOR MEMBERS OF THE POTTSTOWN POLICE PENSION PLAN FOR THE CALENDAR YEAR 2022, ENDING DECEMBER 31, 2022.**

**WHEREAS**, it has been determined by the plan actuary that member contributions for calendar year 2022 should be established at five percent (5%); and

**WHEREAS**, the Pottstown Police Pension Board has formally acted to recommend to Borough Council a contribution to the plan consistent with the actuary's recommendation;

**WHEREAS**, it is further required that the Minimum Municipal Obligation ("MMO") for 2022 as calculated by the plan actuary be presented to Council prior to September 30<sup>th</sup> of the preceding year.

**NOW, THEREFORE, BE IT AND IT IS HEREBY RESOLVED** by the Burgess and Town Council of the Borough of Pottstown in lawful session this \_\_\_\_\_ day of September 2021, as follows:

1. The annual member contribution is established for the calendar year 2022 at five percent (5%) which shall begin January 1, 2022 and shall remain in effect through December 31, 2022.
2. The 2022 MMO, as calculated by the plan actuary, is One Million, Six Hundred Thirty-Two Thousand and Three Hundred Ninety-Seven dollars (\$1,632,397.00).

THE BURGESS AND TOWN COUNCIL  
OF THE BOROUGH OF POTTSTOWN

BY: \_\_\_\_\_  
President

ATTEST: \_\_\_\_\_  
Secretary

**Borough of Pottstown Police Pension Plan  
2022 Minimum Municipal Obligation**

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1 Normal Cost Percentage <sup>1</sup>	<u>19.9%</u>
2 Administrative Expense Percentage <sup>1</sup>	<u>1.4%</u>
3 Total Percentage (1 + 2)	<u>21.3%</u>
4 Estimated 2021 Total Gross W-2 Payroll	<u>\$ 4,379,528</u>
5 Annual Cost (3 x 4)	<u>\$ 932,839</u>
6 Amortization Contribution Requirement <sup>1</sup>	<u>\$ 912,807</u>
7 Financial Requirements (5 + 6)	<u>\$ 1,845,646</u>
8 Member Contributions Anticipated	<u>\$ 213,249</u>
9 10% of Negative Unfunded Liability <sup>1</sup>	<u>\$ 0</u>
10 Minimum Municipal Obligation (7 - 8 - 9) (Due Before 12-31-2022)	<u><u>\$ 1,632,397</u></u>

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Authorized Signature

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Date

<sup>1</sup> Based upon 01/01/2021 Actuarial Valuation