

3 YEAR BUDGET NEEDS TO BE UPDATED FOR ACTUARIAL REPORT

The three year Troy City budget has not been updated for the actuarial estimate of pension contributions. The numbers used are from 12.31.08 when the stock market was very low. Since then it has rebounded but the Council will not order the budget be updated for 12.31.09 recommended contribution amounts.

The budgeted amount for the FY 2011-2012 year should be reduced by \$400,000. That would help in funding the library. Plus below is a chart for future years, using the 12.31.09 report and an estimate of the 12.31.10 report that is not presented to council until June 2011.

These numbers could go a long way in funding the library.

Funding for Future Years

2012/2013	Reduction in defined benefit contributions (per 12/31/09 actuary report)	\$0.9 million
	Reduction in defined benefit contributions (per 12/31/10 estimate)	0.3 million
		\$1.2 million
2013/2014	Reduction in defined benefit contributions (per 12/31/09 actuary report)	\$1.4 million
	Reduction in defined benefit contributions (per 12/31/10 estimate)	0.6 million
		\$2.0 million
2014/2015	Reduction in defined benefit contributions (per 12/31/09 actuary report)	\$1.9 million
	Reduction in defined benefit contributions (per 12/31/10 estimate)	0.9 million
		\$2.8 million
2015/2016	Reduction in defined benefit contributions (per 12/31/09 actuary report)	\$1.8 million
	Reduction in defined benefit contribution (per 12/31/10 estimate)	1.2 million
		\$3.0 million