

**Borough of Honesdale**  
Wayne County, Pa.

**Resolution #2023-028**

**POLICE PENSION FUND OF THE BOROUGH OF HONSDALE  
FINANCIAL REQUIREMENT AND MINIMUM MUNICIPAL OBLIGATION  
FOR 2024 MUNICIPAL BUDGET**

**A. Normal Cost**

1. Normal Cost as a Percent of Payroll	20.756%
2. Estimated 2023 Payroll for Active Participants	\$ <u>262,444</u>
3. Normal Cost (A1 x A2)	\$ <u>54,473</u>

**B. Financial Requirement**

1. Normal Cost (A3)	\$ 54,473
2. Anticipated Insurance Premiums	0
3. Anticipated Administrative Expense	33,593
4. Amortization Payment, if any ^	<u>81,624</u>
5. Financial Requirement (B1 + B2 + B3 + B4)	\$ <u>169,690</u>

**C. Minimum Municipal Obligation**

1. Financial Requirement (B5)	\$ 169,690
2. Anticipated Employee Contributions (5.0% of Estimated Payroll)	13,122
3. Funding Adjustment, if any	<u>0</u>
4. Minimum Municipal Obligation (C1 - C2 - C3)	\$ <u>156,568</u>

*^The amortization payment from the January 1, 2023 valuation was adjusted to reflect amortization base(s) that have since expired. The amortization payment decreased by \$42,508.*

**NOTES:**

1. 2024 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.
2. Deposit into the Plan's assets must be made by December 31, 2024 to avoid an interest penalty.
3. Any delinquent Minimum Municipal Obligation from prior years must be included in the 2024 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:

*Danielle Simonneau*  
Chief Administrative Officer

*8/22/2023*  
Date

Prepared using the January 1, 2023 Valuation.

ADOPTED AND APPROVED this 18 Day of September 2023.

HONSDALE BOROUGH

SEAL

*Michael Angell*  
Council President

*Judith Poltanis*  
Judith Poltanis, Borough Secretary