

RESOLUTION NO. R2008-16

A RESOLUTION OF THE TOWNSHIP OF HOPEWELL, BEAVER COUNTY, PENNSYLVANIA, AUTHORIZING AN AMENDMENT TO THE AGREEMENT DATED JANUARY 1, 1987 BETWEEN THE TOWNSHIP OF HOPEWELL AND THE PENNSYLVANIA MUNICIPAL RETIREMENT BOARD TO REDUCE FOR 2009 ONLY THE REQUIRED MEMBER CONTRIBUTION TO THE MUNICIPAL PENSION PLAN.

NOW THEREFORE, BE IT RESOLVED AND ENACTED by the Commissioners of the Township of Hopewell, as follows:

SECTION I. The proper officers of the Township of Hopewell are hereby authorized and directed to execute all documents and to do other acts that may be necessary and proper to amend the Agreement dated January 1987 between Hopewell Township and the Pennsylvania Municipal Retirement Board to reduce for 2009 only, the required member contribution to the municipal pension plan from 5.5% to 4%.

SECTION II. A duly certified copy of this Resolution shall be filed with the PA Retirement Board of the Commonwealth of Pennsylvania.

SECTION III. In the event any provision, section, sentence, clause or part of this Resolution shall be held to be invalid, such invalidity shall not affect or impair any remaining provision, section, sentence, clause or part of the Resolution, it being the intent of this Township that such remainder of this Resolution shall be and shall remain in full force and effect.


SECTION IV. This Resolution shall become effective January 1, 2009

DULY ADOPTED THIS 22nd Day of September by the Hopewell Township Board of Commissioners in lawful session duly assembled.

ATTEST:



Gerald G. Orsini, Township Manager

**HOPEWELL TOWNSHIP
BOARD OF COMMISSIONERS**


Chuck Piroli, President of the Board

(seal)

HOPEWELL TOWNSHIP

MUNICIPAL BUILDING
1700 CLARK BOULEVARD
ALIQUIPPA, PENNSYLVANIA 15001-4298
PHONE: (724) 378-1460
FAX: (724) 378-3034

BOARD OF COMMISSIONERS
CHUCK PIROLI, President
NORMAN KRAUS, JR., Vice President
MARIO LEONE, JR.
BRIAN ROHM
RICH BUFALINI

GERALD G. ORSINI, Township Manager

ANDY BRUNETTE, Finance Manager

September 8, 2008

Board of Commissioners Hopewell Township
1700 Clark Blvd
Aliquippa, PA 15001

RE: THE 2009 MINIMUM MUNICIPAL OBLIGATION (MMO) FOR THE HOPEWELL
TOWNSHIP (BEAVER COUNTY) PENSION PLAN.

Non Uniform

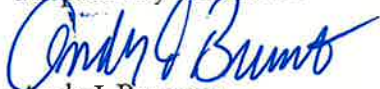
Act 205 of 1984, as amended, governs the funding requirements for all municipal pension plans. The law requires the Chief Administrative Officer of each municipal pension plan to inform the governing body of the municipality of the plan's expected financial obligation for the coming year. This must be done by the last business day in September. This memo, provided under the guidance of the Pennsylvania Municipal Retirement System (the plan's administrator), is intended to satisfy the legal requirements of act 205 of 1984.

The calculation of the 2009 plan cost, or the MMO, required an estimate of the 2008 W-2 wages of the employees covered by the plan. I have indicated on the attached worksheet my best estimate of the same. Questions on the pension cost calculation may be addressed to either myself or the staff of the Pennsylvania Municipal Retirement System at (800) 622-7968.

Please understand that the MMO is the municipality's 2009 bill for this pension plan. The calculated obligation must be paid by December 31, 2009. The obligation must be met with general fund monies or with any General State Aid to Municipal Pension to which we may be entitled to under Act 205 of 1984.

Hopewell Township's MMO for non-uniform employees for 2009 will be \$96,407. This is a 5% reduction in cost when compared to 2008 non-uniform employees cost of \$101,770.

Respectfully Submitted



Andy J. Brunette
Assistant Manager/Controller
Hopewell Township
cc: Jerry Orsini Hopewell Township Manager
Enclosures (1)

"People Working Together To Build A Better Community"

The Minimum Municipal Obligation Worksheet (MMO)
For The
Hopewell Township (Beaver County) Pension Plan (04-090-4 N)
For Plan Year 2009

CHARGES

Estimated 2008 W-2 Payroll

For Covered Plan Members:

(A) 1,199,658

PMRS Determined Normal Cost

Expressed as a Decimal:

(B) .1235

RESULT: (A) * (B) =

(C) 148,158

Administrative Charge (PMRS Determined)

of Plan Members times \$20:

(D) 980

Amortization of Unfunded Liability

(PMRS Determined)

(E) 0

TOTAL CHARGES: (C) + (D) + (E) =

(F) 149,138

CREDITS

Repeat Estimated 2008 W-2 Payroll For
Covered Plan Members:

(A) 1,199,658

Employee Contribution Rate

Expressed as a Decimal:

(G) .04

RESULT: (A) * (G) =

(H) 47,986

Amortization of the Actuarial Surplus

(PMRS Determined)

(I) 4,745

TOTAL CREDITS: (H) + (I) =

(J) 52,731

MINIMUM MUNICIPAL OBLIGATION

(Based on 01/01/2007 Actuarial Valuation)

TOTAL CHARGES - TOTAL CREDITS

(F) - (J) =

(MMO) 96,407

Prepared By: ANDY J. BRUNETTE (Name)

Andy J Brunette (Signature)

ASST MGR / CONTROLLER (Title)

(724) 378 - 1460 (Telephone #)

Please complete the above worksheet with your best estimates and return a copy to the Pennsylvania Municipal Retirement System by October 5th. The official copy must be shared with the plan's governing board by the last business day in September.