

Federated City Employees' Retirement System
Police and Fire Department Retirement Plan

June 1, 2026

Subject: Federated Retirement System - Tier 2 with Healthcare Retirement Contribution Rates

The Board of Administration for the Federated City Employees' Retirement System (Retirement Board) approved new Retirement Contribution Rates for the fiscal year 2026-2027. The Retirement Contribution Rate is the percentage of your salary that you and the City pay into the Retirement System.

These rates are effective Pay Period 14 (June 21, 2026), with a pay date of July 10, 2026:

	Fiscal Year 2026-2027 Rates			Fiscal Year 2025-2026 Rates		
Benefit	City	Employee	Total	City	Employee	Total
Pension						
Normal Cost	7.89%	7.89%	15.78%	7.90%	7.90%	15.80%
Unfunded Liability/Prior Service Cost	0.67%	0.67%	1.34%	0.72%	0.72%	1.44%
Subtotal	8.56%	8.56%	17.12%	8.62%	8.62%	17.24%
Medical and Dental	*	7.50%	7.50%	**	7.50%	7.50%
Total	8.56%	16.06%	24.62%	8.62%	16.12%	24.74%

* Amount determined as a flat dollar amount of \$24,533,123 for all Tiers and not a rate of pay

** Amount determined as a flat dollar amount of \$21,929,463 for all Tiers and not a rate of pay

The Retirement Board sets the rates of contribution based on actuarial studies of the retirement funds' projected benefit costs and expected fund earnings. Please note that the contribution rates may be changed after actuarial reviews, which are currently performed annually.