

CITY OF  
CENTRAL FALLS



STATE OF  
RHODE ISLAND

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June 28, 2019

**Cover Letter to “JULY 1, 2018 ACTUARIAL VALUATION OF THE NEW  
PENSION PLAN OF THE CITY OF CENTRAL FALLS” dated June 2019**

The attached “JULY 1, 2018 ACTUARIAL VALUATION OF THE NEW PENSION PLAN OF THE CITY OF CENTRAL FALLS” (the “Plan”) dated June 2019, is a revised valuation of the one dated January 2019.

Prior to July 1, 2019, as defined under the bankruptcy plan dated September 12, 2012 and the Settlement Agreement of January 2012, the City’s annual pension payments consisted of an amount equal to the current payments made to retirees under the Plan (termed “PayGo”) plus an amount, approximately \$100k per year, contributed to the Pension Plan that which was applied to the unfunded liability.

Starting with FY20 (July 1, 2019 – June 30, 2020) and forward, the City will amend this contribution method to contribute the actuarially required contribution (ARC) as determined by the then current Valuation report.

Very truly yours,

Barbara J Addison, CPA  
Director of Finance