

City of Brockton

In City Council June 28, 2021

Ordered: that the City of Brockton appropriates the amount of \$360,900,000 Dollars for the purpose of funding all or a portion of the unfunded pension liability of the retirement system of the City and paying bond issuance costs and other expenses necessary or incidental thereto; that to meet this appropriation, the City Treasurer, with the approval of the Mayor, is authorized to borrow said amount in accordance with Chapter 483 of the Acts of 2004 (Chapter 483); that the total amount authorized to be borrowed pursuant to this order shall be reduced to the extent that the unfunded liability of the retirement system of the City, as determined by the Public Employee Retirement Administration Commission of The Commonwealth of Massachusetts and the City of Brockton Retirement Board, is less than the total amount authorized to be borrowed by this order; that the City hereby establishes on its books a pension stabilization fund which shall be available to mitigate unanticipated shortfalls in funding of the City's retirement system upon such terms and conditions as shall be approved by the Secretary of Administration and Finance of the Commonwealth in accordance with said Chapter 483; that the Treasurer with the approval of the Mayor, is authorized to secure the bonds with a municipal bond insurance policy; and that, in accordance with the guidelines published by the Executive Office for Administration and Finance dated April 14, 2004 relating to its criteria for the approval of the issuance of pension obligation bonds, the following disclosure is hereby acknowledged: "The use of pension obligation bonds may increase the potential losses associated with pension fund investment. The Commonwealth is not responsible for any losses incurred by a municipality due to the issuance of pension obligation bonds, nor for any increase in unfunded actuarial accrued liability due to deficient investment returns." Any premium received upon the sale of any bonds or notes approved by this vote, less any such premium applied to the payment of the costs of issuance of such bonds or notes, may be applied to the payment of costs approved by this vote in accordance with G.L. c. 44, §20, thereby reducing the amount authorized to be borrowed to pay such costs by a like amount. The authorized but unissued amount of the pension obligation borrowing approved by the City Council in an order adopted on October 11, 2005, is hereby rescinded.

In City Council, July 26, 2021

Passed to a third reading by a roll call vote, eight members present and all voting in the affirmative. Councilors Farwell and Rodrigues absent and at the meeting of August 23, 2021, the question may be on final passage.

The foregoing Order is on file in the City Clerk's Office and on the City's website in its entirety for review by interested parties.

Timothy J. Cruise, Assistant City Clerk

Published on: August 6, 2021