The MOSERS Board maintains a funding policy that is systematically reducing the assumed rate of return on investments (ARR).

- This reduction was evident with the decrease in the ARR from 7.25% to 7.10% for the June 30, 2019 actuarial valuation.
- The Board intends to further reduce the ARR to 6.95% for the June 30, 2020 actuarial valuation.
- The above actions cause the employer contribution rate to increase in the short term but work to ensure MOSERS’ sustainability over the long term.

Do employers contribute the full amount the external actuaries recommend to fully fund the system over the long term?

Yes. MOSERS has historically received the full annual amount recommended by the external actuaries from the MOSERS-covered employers.

What has the Board done to strengthen the system?

The actuary projects that employer contributions will increase to approximately 25% of payroll in FY26 and then slowly decrease.