INADEQUATE FUNDING NOTICE
for
[*insert name of pension system*]

Introduction

This notice includes important information about the funding status of your pension system ("the system"). This notice is required by state law (Section 802.106(d), Texas Government Code). All Texas public retirement systems with more than 30 projected years remaining to become fully funded based on current contribution rates must send a notice to their members at the time the next annual benefit statements are provided.

Funding Status of Your System

The chart below shows you key information regarding your pension system.

Funding Status **Last Three Valuations**			
	[Insert year]	[Insert year]	[Insert year]
1. Valuation Date	[insert date]	[insert date]	[insert date]
2. Assets	[insert amount]	[insert amount]	[insert amount]
3. Liability	[insert amount]	[insert amount]	[insert amount]
4. Funded Percentage (2)/(3)	**[insert percentage]**	**[insert percentage]**	**[insert percentage]**
5. Funding Period	**[insert years]**	**[insert years]**	**[insert years]**

Key Terms

The ***assets*** in line 2 of the chart above may represent the unadjusted market value of assets, or an actuarial value of assets that blends the investment gains and losses over a reasonable period.

The ***liability*** in line 3 of the chart above is an estimate of the amount of assets the system needs on the Valuation Date to pay for promised benefits that have already been accrued.

The ***funded percentage*** in line 4 of the chart above represents the system's assets as a percentage of the system liability. Since the liability represents benefits for service already worked in previous years, the ideal funded percentage on any valuation date is 100 percent.

The ***funding period*** in line 5 of the chart above represents the projected future years to become fully funded based on current benefit and contribution levels. Systems with funding periods longer than 30 years must send this notice.

Information on File with Texas Pension Review Board

The Texas Pension Review Board (PRB) provides oversight for Texas public retirement systems. You can find all available information on file with the PRB for your system and all other Texas public retirement systems in the PRB's Texas public pension data center.

Where to Get More Information

You can reach your system's administrator using the contact methods listed below:

[Insert contact information]