



THE RETIREMENT SYSTEMS OF ALABAMA

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May 9, 2023

TO: TRS Participating Units
FROM: RSA Accounting
SUBJECT: FY 2024 Employer Contribution Rates & Factors

This letter should be forwarded to your Accounting and Payroll Departments. Please retain this letter as it contains important information related to your unit’s fiscal year 2024 employer contribution rates and factors. These factors will begin to be applied to the first payroll where the PAY PERIOD END DATE is on or after October 1, 2023 per your unit’s DPAS payroll schedule.

Your unit’s contribution rates and factors for fiscal year 2024 (October 1, 2023 through September 30, 2024) are shown in the chart below.

FY 2024 TRS Employer Contribution Rate		
	Tier 1 Employees	Tier 2 Employees
Employer Contribution Rate		
Normal	2.58%	1.56%
Accrued Liability	9.69	9.69
Death Benefit	0.02	0.02
Term Life	0.05	0.05
Administration	0.25	0.25
Total ER Contribution Rate	<u>12.59%</u>	<u>11.57%</u>
Employee Contribution Rate		
Regular Employee	7.50%	6.20%
FLC* Employee	8.50%	7.20%
Employer Contribution Factor		
Regular Employee	1.678667	1.866129
FLC* Employee	1.481176	1.606944

*FLC= Firefighters, Law Enforcement, and Correctional Officers

Note: These factors will begin to be applied to the first payroll where the PAY PERIOD END DATE is on or after October 1, 2023 per your unit’s DPAS payroll schedule.