



Staff Report

TO: City Council
FROM: Jennifer Ustation, Finance Director
DATE: November 19, 2024
SUBJECT: CalPERS Pension Funding Update

Description Receive and file CalPERS Pension Funding Update.

Background and Analysis:

The City is committed to fiscal sustainability by employing long-term financial planning efforts, maintaining appropriate reserve levels, and employing prudent practices in governance, management, budget administration, and financial reporting. The City recognizes the significance of adequately funding its long-term obligations, such as pension liabilities.

GovInvest has prepared a Pension Funding Update which has been included as **Attachment A**. In this update, it is discussed that CalPERS has reported a preliminary estimated investment return of 9.3% resulting in an estimated pension funded status of 79%.

In the annual budget, the City Manager and/or Finance Director are required to propose appropriations covering the Actuarially Determined Contribution (ADC) to the pension fund, along with any additional amounts specified in the Funding Guidelines and Policy Parameters section of the Pension Funding Policy.

Fiscal Impact:

There is no fiscal impact to the General Fund.

The estimated cost to prepare this report is \$125.

Recommended Action:

Receive and file report.

Attachments:

- A. GovInvest Pension Status Update Presentation