

POLICY NUMBER: 1.6

NAME OF POLICY: Finance – Pension Funding

LAST REVISED: September 19, 2019

PREVIOUSLY REVISED: NA

PURPOSE: The purpose of the Pension Funding Policy is to ensure that the Authority’s Pension Plan is sustainably funded over the long term.

POLICY: It is the policy of the Authority to provide pension benefits to its retirees through the California Public Employees’ Retirement System (CalPERS). In order to provide for the long-term cost of the benefits promised to participants and ensure that the pension benefits are adequately funded, the Authority’s funded ratio target shall be 95% or higher.

The Authority shall make annual contributions to CalPERS based on the actuarially determined amount calculated annually by CalPERS. Additional funds may be contributed to the trust based on annual budgetary analysis.