

TOWN
Of
PARADISE VALLEY



STAFF REPORT

TO: Mayor Bien-Willner and Town Council Members

**FROM: Jill Keimach, Town Manager
Douglas Allen, CFO**

DATE: June 10, 2021

AGENDA TITLE:

Approve Resolution 2021-13 Adopting the Annual Public Safety Personnel Retirement System (PSPRS) Pension Funding Policy for Fiscal Year 2022

SUMMARY STATEMENT:

The resolution and mandated policy are ready for Council consideration to:

- ▶ Meet state requirements; and
- ▶ Amortize the UAAL contribution rate over the maximum years to not over commit the Town in an economic downturn.

Mandated Policy:

- ▶ State law requires the annual adoption of a PSPRS funding policy
- ▶ 3rd year of this annual process
- ▶ The Arizona League of Cities and Towns has provided a template
- ▶ Consistent with previous years, the recommendation is to continue to set this policy at the maximum time allowed to give the Town flexibility
- ▶ The policy includes statements that:
 - Council Resolution 2016-19 declared the expedient resolution of the PSPRS unfunded liability a priority
 - **NEW:** The Town Council has achieved a funded ratio of 90% and intends to maintain a funded ratio of no less than 90% and not to exceed 110%.

ATTACHMENT(S):

- A. Resolution 2021-13 PSPRS Funding Policy 2022
- B. Presentation from 2021_0527