

2024-25 Discretionary Pension Contribution

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Updated on: July 14, 2025

Background:

In May 2018 the County of Yolo adopted a pension funding policy in order to (1) bolster the ability for the County to pay annual actuarial determined contributions and (2) to accumulate resources in order to obtain long term savings from paying down the unfunded actuarial liability earlier.

Since July 1, 2018, the County has charged an additional rate of payroll and begun to set aside the funds in a Section 115 Trust. The County has signed a Memorandum of Understanding with the Yolo Superior Courts to achieve the secondary objective above of paying down the unfunded actuarial liability. This memo serves to put forth options in order to approximate what a pay down could look like while preserve reserves intended by the Pension policy.

Calculation:

Balance in Pension 115 Trust as of May 30, 2025:	\$ 9,104,746
Estimate of Additional Trust Contributions for 2024-25:	<u>\$ 10,563,101</u>
Estimated Ending Value of Pension Trust as of June 30, 2025:	\$ 19,667,847

Pension Policy Target Balance as of June 30, 2025:	\$ 8,500,000
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Funds Available for Current Year Contribution ⁽¹⁾ :	\$ 11,167,847
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Assumptions:

We assume for purposes of the analysis that the County and the Court would make proportional contributions to the Miscellaneous Plan. We further assume that to maintain equity in the County, the County would make a proportional share to the Safety plan based on the UAL.

Miscellaneous Plan ⁽²⁾: Court share = 6.9894%, County = 93.0106%

Miscellaneous UAL = \$326,164,729 (76.37%), Safety UAL = \$100,947,455 (23.63%)

Options:

Option	Description	Miscellaneous Contribution		Safety Contribution	County Total Contribution
		Courts	County		
A	Court provides Budgeted Amount of \$112,923	\$112,923	\$1,147,546	\$355,164	\$1,502,709

Note (1): Based on estimate as of July 14, 2025.

Note: (2) Calendar Year 2023 data was used for the 2024-25 budget and UAL shares between County and Court. Calendar Year 2024 data will be used for the 2025-26 budget.