

RESOLUTION NO. 19-28

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF MARICOPA, ARIZONA, APPROVING AND ADOPTING A PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM (PSPRS) PENSION FUNDING POLICY.

WHEREAS, new reporting requirements issued by the Governmental Accounting Standards Board (GASB) necessitate the creation and adoption by the City of Maricopa of a Public Safety Personnel Retirement System (PSPRS) Pension Funding Policy (“Policy”); and

WHEREAS, the Government Finance Officers Association (“GFOA”) recommends the adoption of such a Policy as a best practice; and

WHEREAS, the Pension Task Force of the Arizona League of Cities and Towns recommends active management of the City’s Public Safety Personnel Retirement System (PSPRS) Pension Plan by the adoption of such a Policy; and

WHEREAS, bond rating agencies encourage pension funding policies to improve the management of pension plans; and

WHEREAS, Title 38, Chapter 5, Article 4, Arizona Revised Statutes, Section 38-863.01, Pension Funding Policies; employers, reads:

- A. Beginning on or before July 1, 2019, each governing body of an employer shall annually:
 - 1. Adopt a pension funding policy for the system for employees who were hired before July 1, 2017. The pension funding policy shall include funding objectives that address at least the following:
 - a. How to maintain stability of the governing body’s contributions to the system.
 - b. How and when the governing body’s funding requirements of the system will be met.
 - c. Defining the governing body’s funded ratio target under the system and the timeline for reaching the targeted funded ratio.
 - 2. Formally accept the employer’s share of the assets and liabilities under the system based on the system’s actuarial valuation report.
- B. The governing body shall post the pension funding policy on the governing body’s public website; and

WHEREAS, the adoption of such a Policy will contribute to the improved financial management of the City’s pension costs; and

WHEREAS, the adoption of such a Policy will contribute to intergenerational equity through the allocation of costs across generations of taxpayers.

NOW, THEREFORE, BE IT RESOLVED THAT, the Mayor and City Council of the City of Maricopa, Arizona hereby approved and adopts a Public Safety Personnel Retirement System Pension Funding Policy in the form attached to and made a part of this Resolution.

PASSED AND ADOPTED by the Mayor and City Council of the City of Maricopa, Arizona on this 18th day of June, 2019.

Christian Price, Mayor

ATTEST:

APPROVED AS TO FORM:

Vanessa Bueras, CMC
City Clerk

Denis Fitzgibbons
City Attorney