

# 2022 Seattle City Council Budget Action

Council Budget Action: Agenda

Tab	Action	Option	Version
RET	502	A	001

**Budget Action Title:** Adopt Resolution 32023 - Valuation and Actuarially Required Contribution for 2022

Ongoing: Yes Has Budget Proviso: No

Has CIP Amendment: No Has Attachment: No

Primary Sponsor: Budget Committee

Council Members:

Staff Analyst: Tom Mikesell

Council Bill or Resolution: RES 32023

Date		Total	LH	TM	KS	AP	DJ	DS	AL	BC	LG
	Yes	0									
	No	0									
	Abstain	0									
	Absent	0									

### Summary of Dollar Effect

See the following pages for detailed technical information

	2022 Increase (Decrease)	2023 Increase (Decrease)
<b>General Fund</b>		
<b>General Fund Revenues</b>	\$0	
<b>General Fund Expenditures</b>	\$0	
<b>Net Balance Effect</b>	<b>\$0</b>	
<b>Total Budget Balance Effect</b>	<b>\$0</b>	

### Budget Action Description:

This Council Budget Action recommends adoption of Resolution 32023 that affirms the retirement contribution rate that the City will fund in 2022. As determined by an independent actuary using a set of assumption about member demographics and investment earnings, the actuarially required contribution is the annual contribution to the Retirement Fund that the City must make to meet the objective of a 100% funded retirement plan (benefits sufficient funds to pay current and future benefits) by 2042. At its July 7, 2021 meeting the city's actuary reported that the minimum required contribution was 15.33% for 2022. At the subsequent meeting on August 14, 2021 the Seattle City Employees Retirement System Board of Administration voted to recommend a higher contribution rate than actuarially required, to smooth out year to year fluctuations in the rate.

The combined required contribution rate for 2022 is 25.56 percent, no change from the 2021 rate. The City's portion of the combined contribution rate for 2022 is 16.10 percent of regular payroll into SCERS

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(consistent with the 2021 rate).

The 2022 Proposed Budget includes the amounts necessary to fully fund the ARC to the Employee Retirement Fund in 2022.

## Budget Action Transactions

#	Transaction Description	Position Title	Number of Positions	FTE	Dept	BSL	Fund	Year	Revenue Amount	Expenditure Amount
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