

2021 Seattle City Council Budget Action

Council Budget Action: Agenda

Tab	Action	Option	Version
BLG	029	A	002

Budget Action Title: Adopt Resolution 31977 - Retirement 2021 Credit Interest Rates Resolution

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: R 31977

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

Budget Action Description:

This budget action recommends adoption of Resolution 31977 that would provide City Council approval of the 2021 interest rates on member contributions set by the SCERS Board of Administration on August 13, 2020. The Board reviews and adjusts the interest rates annually, based on market conditions. The new interest rates for 2021 will grow member contribution balances on all contributions received after December 11, 2011 at an annual compounding rate of 2.04 percent. The annual rate prior to this change is 3.07 percent.

This change lowers the Retirement Fund's costs and incrementally lowers the system's normal cost. These impacts are estimated along with other factors in the retirement system's periodic actuarial valuations