



**TRUCKEE TAHOE AIRPORT DISTRICT  
BOARD OF DIRECTOR STAFF REPORT**

**AGENDA TITLE:** 2024 CalPERS ADP  
**MEETING DATE:** October 23, 2024  
**PREPARED BY:** Kelly Woo, Director of Finance and Administration

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**RECOMMENDED ACTION:** Approve by consent \$500,000 additional discretionary payment to CalPERS in November 2024.

12/21/22 Net Pension Liability: \$3.05 Million

12/31/23 Net Pension Liability: \$2.78 Million

CalPERS UAL stands for Unfunded Accrued Liability, which is the difference between the cost of future benefits and the assets set aside to pay for them. Agencies can make additional contributions to reduce their UAL and increase the assets earning an investment return. Agencies can make a lump-sum prepayment of their UAL to save 3.4% interest. 2024 TTAD Unfunded Liability Payment was \$186,780.

Staff reached out to our CalPERS Senior Pension Actuary, and he explained the following: “Your plan is projected to be about 83% funded on June 30, 2024 with the ADP and 9.5% investment return for FY 2023-2024. Had you not made the ADPs your funded ratio would likely be closer to 72%. This is the approximate average funded ratio for miscellaneous classic plans.” The classic plan is where 90% if not more of our Unpaid Accrued Liability resides.

- 1-Pay down at current level (\$500,000)
- 2-Pay down at a reduced level
- 3-Do not pay down and continue to review annually based on current year unfunded liability

**CONSENT MOTION:** Approved by consent: The Board approves the additional discretionary payment to CalPERS in the amount of \$500,000.

**ATTACHMENTS:**

CalPERS Valuation Reports for Classic, Mid & PEPRA Tiers.