



Founded 1876
Incorporated 1899

TOWN OF JEROME

POST OFFICE BOX 335, JEROME, ARIZONA 86331
(928) 634-7943 FAX (928) 634-0715

STAFF SUMMARY REPORT

FROM: Brett Klein, Town Manager/Clerk

ITEM: **Item: Resolution Adopting the Town's Annual PSPRS Funding Policy**

MEETING DATE: August 11, 2026

Summary:

The Town must update its PSPRS pension funding policy annually per ARS. Although we had slipped a little bit to 84% funded, we are now on the upswing again at 88% funded. Pension plans that are 80-85% funded are considered well-funded and prepared. We have made two catch-up contributions the last two years and are preparing to make another one. Hopefully we can get to 90% funded by next year. There are a number of variables that impact our funding percentage including tenure of full-time staff; amount of part-time staff; salaries; and whether they are tier 1, 2, or 3. We can and have mitigated the impact to these variables through conservative budgeting.

Fiscal Impact:

N/A.

Recommendation:

Staff recommend approval of Resolution #691, adopting the Town's annual PSPRS funding policy.