

RESOLUTION NO. 2025-__

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALTOS
APPROVING THE TRANSFER OF FUNDS TO CALPERS TO PAY DOWN THE
CITY'S UNFUNDED ACCRUED LIABILITY**

WHEREAS, the City currently has an Unfunded Accrued Liability (UAL) with CalPERS of approximately \$51.8 Million; and

WHEREAS, the pre-payment of UAL will help lower payments in future years and will save the City additional expenses; and

WHEREAS, on February 10, 2025, the Financial Commission recommended that the City strive to achieve an 80% funding level with CalPERS within five years as an aspirational goal and further recommended the use of existing PERS Reserve dollars.

NOW THEREFORE, BE IT RESOLVED, that the City Council of the City of Los Altos does hereby authorize:

1. The pre-payment of the City's Unfunded Accrued Liability (UAL) with CalPERS using dollars currently assigned to the City's PERS Reserve
2. City Staff shall determine which plans dollars are applied to with the goal of providing the highest level of benefit to the City
3. City Staff shall determine the appropriate timing of the payment, based on cash flow and subject to completing the transfer in the Fiscal Year 2024/25

I HEREBY CERTIFY that the foregoing is a true and correct copy of a resolution passed and adopted by the City Council of the City of Los Altos at a meeting thereof on the 25th day of March 2025, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

Pete Dailey
Mayor

ATTEST:

Melissa Thurman, MMC
City Clerk