

Niland Sanitary District

Finance & Administration Committee
September 19, 2017

Background



District contracted with CalPERS for retirement services



District adopts initial resolution to voluntarily terminate pension contract



District adopts final termination resolution

Collection Efforts



Sent final collection and demand letters



Notified district employees and retirees

Contract Termination Impact

Rate Plan	Formula	Plan Participants	Funded Status	Total Termination Cost Owed
Miscellaneous	2% @ 60	Vested Terminations = 3	7.51%	\$194,253
		Receiving Payments = 1		
		Total = 4		
Miscellaneous - PEPRA	2% @ 62	Vested Terminations = 1	0%	\$9,744
		Total = 1		

Source: Final termination valuation

Benefit Reduction

- Approximately 92.49% for the classic members
- 100% for PEPRA members
- Reductions will occur on the first pay period in December 2017

Timeline

Ongoing efforts since to collect termination liability owed by the Niland Sanitary District.

