

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY OF DEER PARK CITY COUNCIL
MAINTAINING THE CITY'S 2021 MUNICIPAL CONTRIBUTION RATE
TO THE TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS) AT 14.10
PERCENT INSTEAD OF 13.58 PERCENT IN ORDER TO PREFUND THE
UNFUNDED ACTUARIAL ACCRUED LIABILITY (UAAL).**

WHEREAS, the City of Deer Park is a member of the Texas Municipal Retirement System (TMRS); and

WHEREAS, both the City and eligible employees of the City make contributions to TMRS for the employees' retirement; and

WHEREAS, the employees' retirement rate is set at 7%; and

WHEREAS, the City contributes a matching ratio (City to employee) of 2 to 1; and

WHEREAS, the City's actuarially determined contribution rate for 2019 was 14.10%; and

WHEREAS, the City's actuarially determined contribution rate for 2020 was 13.78%; and

WHEREAS, the City Council, on October 1, 2019, approved a resolution to exercise the option to maintain the City's contribution rate at 14.10% instead of 13.78% in order to prefund the City's Unfunded Actuarial Accrued Liability (UAAL) to potentially save over \$1.55 million in future contributions and pay off the UAAL 7 years sooner; and

WHEREAS, the City's actuarially determined contribution rate for 2021 is 13.58%; and

WHEREAS, the City again has the option to maintain the contribution rate at the higher 14.10% in order to prefund the City's UAAL for savings in future contributions to pay off the UAAL sooner;

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF
DEER PARK, TEXAS:**

That the City's municipal contribution rate will be maintained at 14.10% for 2021 instead of 13.58% in order to prefund the City's Unfunded Actuarial Accrued Liability.

DULY RESOLVED this 21st day of September, 2021.

Jerry Mouton, Mayor, City of Deer Park

ATTEST:

Shannon Bennett, City Secretary

Jim Fox, City Attorney