

County of El Dorado Clerk of the Board <edc.cob@edcgov.us>

2021-2022 Budget FYE 6-30-2021 Departmental Budget Performance

Joe Harn <joe.harn@edcgov.us>

Tue, Sep 21, 2021 at 8:04 AM

To: Sue Novasel <sue.novasel@edcgov.us>, George Turnboo <george.turnboo@edcgov.us>, John Hidahl <john.hidahl@edcgov.us>, Lori Parlin <lori.parlin@edcgov.us>, Wendy Thomas <wendy.thomas@edcgov.us> Cc: Donald Ashton <don.ashton@edcgov.us>, Sue Hennike <sue.hennike@edcgov.us>, Emma Owens <emma.owens@edcgov.us>, County of El Dorado Clerk of the Board <edc.cob@edcgov.us>, Kim Dawson <kim.dawson@edcgov.us>

September 21, 2021

Board of Supervisors County of El Dorado 330 Fair Lane Placerville, California 95667

Subject: June 30, 2021 Fiscal Year End Dept. and Special Fund Performance

Ladies and Gentlemen:

Attached you will find the General Fund Departmental Budget Performance and Special Fund reports for the year ended June 30, 2021.

The CAO and County Department Heads should be acknowledged for meeting the budget goals established by your Board.

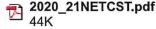
Sincerely,

Joe Harn, CPA Auditor-Controller

CC: Don Ashton, CAO

Joe Harn Auditor-Controller El Dorado County

3 attachments



FINAL F	REPORT OF									
	AL FUND Net County C	ost Performance								
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					760					
		FY 2020/2021	FY 2020/2021	FY 2020/2021	FY 2020/2021	FY 2020/2021	FY 2020/2021	Budgeted Net	Actual Net	Net County
Dept.	Department	Budgeted	Actual	Rev. Variance	Budget	Actual	Exp. Variance	County Cost	County Cost	Cost Variance
Number	Name	Revenues	Revenues	Over/(Under)	Appropriations	Expenditures	Under/(Over)			Under/(Over)
				Budget			Budget			
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01	Board of Supervisors	2,640	2,303	(337)	1,672,676	1,585,084	87,592	1,670,036	1,582,781	87,255
02	Administration	0	0	0	1,909,943	1,754,375	155,568	1,909,943	1,754,375	155,568
03	Auditor	491,547	450,737	(40,810)	4,162,804	3,937,053	225,751	3,671,257	3,486,317	184,940
04	Treasurer/Tax	2,037,289	2,383,836	346,547	3,106,823 2,871,704		235,119	1,069,534	487,868	581,666
05	Assessor	593,140	681,100 2,364,817	87,960	4,372,403	4,170,002	202,401	3,779,263	3,488,902	290,361
06	Central Services			(3,445,659)	13,924,514	9,867,092	4,057,422	8,114,038	7,502,275	611,763
07	County Counsel	409,616	440,156	30,540	3,805,269	3,405,620	399,649	3,395,653	2,965,464	430,189
08	Human Resources	0	0 517	0	2,478,016	1,904,617	573,399	2,478,016	1,904,617	573,399
10	Information Technology	•		517	10,605,112	8,940,740	1,664,372	10,605,112	8,940,223 277,028	1,664,889
12	EMS Preparedness	2,520,982	1,606,194	(914,788)	2,915,620	1,883,222	1,032,398			117,610
15	GF Other Opera.	161,838,427	172,312,640	10,474,214	44,385,726	27,501,583	16,884,143	(117,452,701)		27,358,357
18	Recorder-Clerk	1,823,876	2,188,957	365,081	1,797,634	1,303,140	494,494	(26,242)		859,575
19	Elections	1,943,532 1,029,453	885,237	(1,058,295)	3,329,297	1,920,039	1,409,258	1,385,765	1,034,801	350,964
20	Superior Court MOE		1,209,157	179,704	3,256,999	2,365,876	891,123	2,227,546	1,156,719	1,070,827
21	Grand Jury	3,825,154	0 752 000	0 (74 540)	60,000	32,038	27,963	60,000	32,038	27,963
22	District Attorney		3,753,606	(71,548)	13,746,761	12,161,338	1,585,423	9,921,607	8,407,732	1,513,875
23 24	Public Defender Sheriff	500,906 38,671,335	395,192 20,416,396	(105,714)	4,507,637	4,067,039	440,598 26,638,183	4,006,731	3,671,847	334,884
25	Probation			(18,254,939)	90,147,087	63,508,904		51,475,752	43,092,508	8,383,244
30	Surveyor	6,513,657 131,639	6,506,470 105,714	(7,187) (25,925)	17,800,797 1,735,994	16,913,495	887,302 90,308	11,287,140 1,604,355	10,407,025 1,539,972	880,115 64,383
31	Ag. Commissioner	1,108,901	1,066,303	(42,598)	1,638,776	1,645,686 1,428,931	209,845	529,875		167,247
35	CDS - Admin & Finance	2,300,535	1,882,904	(417,631)	2,592,489	1,986,614	605,875	291,954	362,628 103,710	188,244
36	Transportation - Co. Engine	2,418,400	1,176,959	(1,241,441)	2,538,977	946,358	1,592,619	120,577	(230,601)	351,178
37	Planning and Building	10,875,953	9,847,711	(1,028,242)	17,681,851	14,364,494	3,317,357			
38	Environmental Mgmt	2,655,291	2,366,528	(288,763)	2,655,291	2,366,955	288,336	6,805,898	4,516,783 427	2,289,115
40	Child Support Services	4,480,566	4,282,498	(198,068)	4,490,566	4,286,153	204,413	10,000	3,654	(427)
41	Revenue Recovery	4,460,366	266	(196,068)	4,490,566	4,266,153	204,413	10,000	(266)	6,346
42	Veteran Affairs	102,342	64,533	(37,809)	739,841	573,636	166,205			266
43	Library	2,503,437	1,775,718	(727,719)	4,370,175	3,622,456	747,719	637,499 1,866,738	509,103 1,846,738	128,396 20,000
50	Hith & Human Serv Agn	3,674,748	3,203,828	(470,920)	3,950,906	3,358,456	592,450	276,158	1,846,738	121,530
51	Social Services	63,003,281	56,435,991	(6,567,290)	65,959,500	58,632,108	7,327,392	2,956,219	2,196,117	760,102
55	Animal Services	1,637,982	1,422,806	(215,176)	3,725,042	3,185,357	539,685	2,956,219		
56	Public Guardian	234,000	182,998	(51,002)	1,938,027	1,686,124	251,903		1,762,551	324,509
	Tubile Guardian	234,000	102,990	(51,002)	1,930,027	1,000,124	251,903	1,704,027	1,503,126	200,901
		323,139,105	299,412,073	(23,727,032)	342,002,553	268,176,286	72 026 267	40 062 440	/24 22E 707\	E0 000 00F
		323, 133, 103	233,412,073	(23,121,032)	342,002,333	200,170,286	73,826,267	18,863,448	(31,235,787)	50,099,235
						Fund Balance in June Budget				27,074,809
						Excess Fund Balance				
						Excess Fund Ba	iance			23,024,426

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17	Non-Gener	ral Fund Departmental Performance	ce			† •	.,	'	<u> </u>				· ·	•
		2020/2021											+	
3					Revenue			Expenditure	Budget	Actual Increase/		Beginning	Other	Ending
	Fund	Department	Budgeted	Actual	Variance	Budget	Actual	Variance	Increase or	(Decrease) to		Fund Balance	Fund Balance	Fund Balance
	Number	Name	Revenues	Revenues	Over/(Under)	Appropriations	Expenditures	Under/(Over)	(Use) of	Fund Balance		July 1, 2020	Adjustments	June 30, 2021
6					Budget			Budget	Fund Balance	from FY 20/21			FY 20/21	
7					(Col. D - Col. C)			(Col. G - Col. H)	(Col C - Col G)	(Col D - Col H)	Variance			(Col L + Col N + Col P)
		venue Funds												
9		1 Erosion Control	6,686,680	2,648,163	(4,038,517)	6,696,399	2,583,952	4,112,447	(9,71		73,930	9,718	-	73,929
10		3 Road Fund	87,354,359	51,706,349	(35,648,010)	93,059,320	51,912,838 7,586,577	41,146,482	(5,704,96		5,498,472 0	5,949,276	82,292	5,825,079
11		4 Road District Tax 5 Special Aviation	7,587,443 20,300	7,545,908 20,036	(41,535) (264)	7,628,112 21,073	20,036	41,535 1,037	(40,66		773	40,669 773	-	773
13		6 Fish and Game	5,000	7,357	2,357	24,874	14,683	10,191	(19,87		12,548	19,873	<u> </u>	12,547
14		7 Community Services	10.859.564	7,070,808	(3,788,756)	14,575,103	8,659,867	5,915,236	(3,715,53		2,126,480	3,715,537	31,263	2,157,741
15		B HCED	785,433	471,015	(314,418)	1,222,873	117.834	1,105,039	(437,44		790,621	437,439		790,619
16		9 Public Health	20,979,855	15,116,939	(5,862,916)	31,283,938	15,300,299	15,983,639	(10,304,08		10,120,723	10,304,079	100	10,120,819
17		Mental Health	34,814,767	32,951,627	(1,863,140)	46,354,491	31,726,590	14,627,901	(11,539,72		12,764,761	11,282,091	-	12,507,128
18	111	3 Welfare to Work	250,306	175,911	(74,395)	278,954	187,232	91,722	(28,64	8) (11,322)	17,326	28,648	-	17,326
19		4 EIR Development Fees	-				-	-	-	- 1	-	25,837	-	25,837
20		6 Federal Forest Reserve	103,000	99,001	(3,999)	391,894	256,111	135,783	(288,89		131,784	288,894	-	131,784
21		8 Jail Commissary	35,000	745,685	710,685	2,008,436	473,545	1,534,891	(1,973,43		2,245,576	1,973,436	-	2,245,576
22		9 Placerville Union Cemetery	- 4 000 45	189	189	38,305		38,305	(38,30		38,494	38,304		38,493
23	112	DEMS Preparedness	1,363,464	1,030,200	(333,264)	1,363,464	644,036	719,428	-	386,164	386,164	(49,339)	50,000	386,826
25	120	3 AU Countywide SR	423,000	392,474	(30,526)	456,410	391,472	64,938	(33,41	0) 1.002	34.412	33,410	ļ	34,412
26		4 TR Countywide SR	7,200	392,474	(3,528)	12,997	391,472	9,325	(33,41		34,412 5,797	5,796		34,412 5.796
27		5 AS Countywide SR	21,000	16,095	(4,905)	60,712	3,072	60,712	(39,71		55.807	39.712		55.807
28		6 CAO Countywide SR	8,495,576	1,531,593	(6,963,983)	8,495,576	1,496,688	6,998,888	(55,71	34.905	34,905	6,911,004		6,945,908
29		5 ND Countywide SR	-, 100,070	18,728,746	18,728,746	-	- 1,430,000	-	-	18,728,746	18,728,746	-	 	18,728,746
30		RC Countywide SR	489,271	930,369	441,098	2,879,592	-	2,879,592	(2,390,32		3,320,690	2,390,317		3,320,686
31		2 DA Countywide SR	875,127	902,783	27,656	1,755,496	606,898	1,148,598	(880,36	9) 295,885	1,176,254	823,457		1,119,341
32	122	4 SH Countywide SR	38,000	1,494,241	1,456,241	8,323,309	1,508,904	6,814,405	(8,285,30		8,270,646	8,285,309		8,270,646
33		5 PB Countywide SR	499,495	254,901	(244,594)	646,591	265,696	380,895	(147,09		136,301	173,590		162,796
34		1 AG Countywide SR	-	231	231	46,847	-	46,847	(46,84		47,078	46,847		47,077
35		2 FG Countywide SR	3,000	23	(2,977)	7,598	2,186	5,413	(4,59		2,435	4,597		2,434
36 37		DOT Countywide SR	22,936,699	19,335,449 544,971	(3,601,250)	55,178,493	9,591,765	45,586,728	(32,241,79		41,985,478	32,241,792	<u> </u>	41,985,476
38		7 BP Countywide SR B EM Countywide SR	563,066 120,821	84,350	(18,095) (36,471)	1,530,221 262,671	336,573 91,075	1,193,648 171,596	(967,15	5) 208,398 (6,725)	1,175,553 (6,725)	967,151 141,847	-	1,175,549 135,122
39		2 VET Countywide SR	137,469	145,684	8,215	172,518	77,076	95,442	(35,04		103,657	35,048		103,656
40		3 LB Countywide SR	161,800	311,206	149,406	723,744	97,910	625,834	(561,94		775,240	561,945	1	775,242
41		1 SS Countywide SR	23,943	57,454	33,511	36,557	20,056	16,501	(12,61		50,012	12,613		50,011
42		2 CS Countywide SR	-	743	743	150,867	-	150,867	(150,86		151,610	150,867		151.610
43	125	5 AS Countywide SR	32,600	27,580	(5,020)	340,608	25,260	315,348	(308,00	8) 2,321	310,329	308,005		310,326
44		PG Countywide SR	-	-		12,401	-	12,401	(12,40		12,401	12,400		12,400
45		1 AQMD Countywide SR	-	42	42		-	-	-	42	42	8,557		8,600
46		REALINGMENT Countywide SR	26,663,256	25,281,034	(1,382,222)	29,523,327	24,668,562	4,854,765	(2,860,07		3,472,543	2,860,067		3,472,538
47 48		7 LOCAR REV Countywide SR	19,955,181	23,515,686	3,560,505	26,022,795	21,303,631	4,719,164		2,212,055	2,212,055	6,067,613		8,279,668
48	12/	8 SLESF Countywide SR	507,850	1,348,450	840,600	2,903,390	707,850	2,195,540	(2,395,54	0) 640,600	3,036,140	2,395,539		3,036,139
	Capital Pro	ject Funds	-			 				+ +				
51		ACO Fund	30,617,492	6,992,343	(23,625,149)	34,442,832	7.444.286	26,998,546	(3.825.34	0) (451.943)	3,373,397	2,974,924	1,083,000	3,605,981
52	.50		5-,5,752	2,202,010	(==,===,1.10)	J 2, 1 12,002	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	25,555,546	(5,020,54	-, (101,543)	3,010,091	2,017,327	1,000,000	3,000,301
53								İ			•			-
54		erned Special Districts										-		
55		2 County Service Area #2	99,505	96,516	(2,989)	256,156	19,090	237,066	-	77,426	77,426	156,650		234,076
56		3 County Service Area #3	4,202,538	4,617,052	414,514	9,964,694	5,073,516	4,891,178	(5,762,15		5,305,692	5,113,337	652,083	5,308,956
57		County Service Area #5	55,608	64,936	9,328	702,739	2,413	700,326	(647,13		709,654	194,145	452,986	709,654
58 59		7 County Service Area #7	13,404,301 1,423,677	15,110,638 1,520,911	1,706,337	22,934,802	13,459,536	9,475,266	(9,530,50		11,181,603	9,530,500	-	11,181,602
60		9 County Service Area #9 D County Service Area #10	5,160,686	5,736,759	97,234 576,073	9,267,031 9,780,454	506,351 4.635,915	8,760,680 5,144,539	14 640 76	1,014,560 8) 1,100,844	1,014,560	4,450,158	2,997,720	8,462,438
61		1 Air Quality Management	3,013,421	2.807,227	(206,194)	7,276,713	2,169,296	5,144,539	(4,619,76	637,931	5,720,612 637,931	4,619,763 4,263,293	(230,454)	5,490,153 4,901,225
62		2 Water Agency	2,410,743	3,339,040	928,297	6,938,226	3,201,639	3,736,587	(4,527,48		4,664,884	4,525,972	-	4,663,373
63		EDC Development Projects	-	22,577	22,577	178,398	3,201,033	178,398	(178,39		200,975	178,397	 	200,974
64		IHSS Public Authority	916,341	683,641	(232,700)	916,795	683,595	233,200	(45		501	453	-	500
65	137	EDC Housing Authority	3,838,362	3,942,744	104,382	3,975,522	3,814,146	161,376	(137,16		265,758	137,159	-	265,757
66						1			, , , , , , ,		,,			
		rvice/Enterprise Funds				1								
68		1 Airport	1,179,700	799,542	(380,158)	3,219,798	1,107,627	2,112,171	-	(308,085)	(308,085)	2,040,097	(79,854)	1,652,158
69		Risk Management	43,987,235	34,505,410	(9,481,825)	72,412,444	41,128,720	31,283,724	(28,425,20		21,801,899	27,487,558	-	20,864,248
70	526	Fleet Management	3,019,292	1,992,548	(1,026,744)	3,126,349	1,982,826	1,143,523	1	9,722	9,722	107,056	(274,455)	(157,677)



County of El Dorado OFFICE OF AUDITOR-CONTROLLER

JOE HARN, CPA Auditor-Controller

360 FAIR LANE
PLACERVILLE, CALIFORNIA 95667-4193
Phone: (530) 621-5487 Fax: (530) 295-2535

BOB TOSCANO
Assistant Auditor-Controller

September 21, 2021

Board of Supervisors County of El Dorado 330 Fair Lane Placerville, California 95667

Subject: June 30, 2021 Fiscal Year End Dept. and Special Fund Performance

Ladies and Gentlemen:

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The CAO and County Department Heads should be acknowledged for meeting the budget goals established by your Board.

Sincerely,

Joe Harn, CPA Auditor-Controller



County of El Dorado Clerk of the Board <edc.cob@edcgov.us>

County Financial Position at 6-30-2021

Joe Harn <joe.harn@edcgov.us>

Tue, Sep 21, 2021 at 8:31 AM

To: Sue Novasel <sue.novasel@edcgov.us>, Wendy Thomas <wendy.thomas@edcgov.us>, George Turnboo <george.turnboo@edcgov.us>, Lori Parlin <lori.parlin@edcgov.us>, John Hidahl <john.hidahl@edcgov.us> Cc: Donald Ashton <don.ashton@edcgov.us>, Sue Hennike <sue.hennike@edcgov.us>, County of El Dorado Clerk of the Board <edc.cob@edcgov.us>, Kim Dawson <kim.dawson@edcgov.us>, Emma Owens <emma.owens@edcgov.us>

September 21, 2021

Board of Supervisors County of El Dorado 330 Fair Lane Placerville, California 95667

Subject: June 30, 2021 Fiscal Year End General Fund Financial Position

Ladies and Gentlemen:

The purpose of this letter is to give you a short report on the County's General Fund financial position as of June 30, 2021.

During the year ending June 30, 2021, the County's General Fund cash balance increased by \$30.8 million for an ending balance of \$92.7 million. Further, the County's General Fund, unreserved, undesignated fund balance increased by \$16.7 million for a total of \$50.1 million. Additionally, the General Fund has another approximately \$52 million in designated fund balances and reserves set aside for capital projects, future economic uncertainties, future CalPERS costs, and other Board priorities.

Your Board and the County's leadership deserves credit for keeping our General Fund "assets" in a favorable financial position. However, our unfunded obligations to CalPERS, our unfunded retirees' health stipend obligation, potential impacts of the Caldor Fire recovery, and our deficiencies in road maintenance spending dwarf the favorable side of our financial position.

Sincerely,

Joe Harn, CPA Auditor-Controller

CC: Don Ashton, CAO

Joe Harn Auditor-Controller El Dorado County



County of El Dorado OFFICE OF AUDITOR-CONTROLLER

JOE HARN, CPA Auditor-Controller

360 FAIR LANE
PLACERVILLE, CALIFORNIA 95667-4193
Phone: (530) 621-5487 Fax: (530) 295-2535

BOB TOSCANO Assistant Auditor-Controller

September 21, 2021

Board of Supervisors County of El Dorado 330 Fair Lane Placerville, California 95667

Subject: June 30, 2021 Fiscal Year End General Fund Financial Position

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Your Board and the County's leadership deserves credit for keeping our General Fund "assets" in a favorable financial position. However, our unfunded obligations to CalPERS, our unfunded retirees' health stipend obligation, potential impacts of the Caldor Fire recovery, and our deficiencies in road maintenance spending dwarf the favorable side of our financial position.

Sincerely.

Joe Harn, CPA Auditor-Controller



County of El Dorado Clerk of the Board <edc.cob@edcgov.us>

CalPERS Situation 9-20-2021

Joe Harn <joe.harn@edcgov.us>

Tue, Sep 21, 2021 at 8:47 AM

To: Sue Novasel <sue.novasel@edcgov.us>, George Turnboo <george.turnboo@edcgov.us>, John Hidahl <john.hidahl@edcgov.us>, Lori Parlin <lori.parlin@edcgov.us>, Wendy Thomas <wendy.thomas@edcgov.us> Cc: Donald Ashton <don.ashton@edcgov.us>, Sue Hennike <sue.hennike@edcgov.us>, Emma Owens <emma.owens@edcgov.us>, County of El Dorado Clerk of the Board <edc.cob@edcgov.us>, Kim Dawson <kim.dawson@edcgov.us>

September 20, 2021

Board of Supervisors County of El Dorado 330 Fair Lane Placerville, California 95667

Subject: Unfunded Obligations to CalPERS

Ladies and Gentlemen:

This letter will serve as my transmittal to you of information that I received earlier this year regarding our financial relationship with CalPERS.

The most recent CalPERS Actuarial Report (the Report) indicates that a huge dark cloud continues to grow over our County's financial future. These reports again confirm that the current retirement benefits that have been contractually promised to our employees are unaffordable. The newly issued Report indicates that our Unfunded Pension Liability at June 30, 2020, was \$425,057,016. This is a \$22,932,697 increase in our Unfunded Pension Liability over a twelve month period despite making significantly higher payments to CalPERS. It should be noted that for the year ended June 30, 2021, CalPERS investment returns far exceeded the actuarial assumed rate of return (see attached). The County's Unfunded Pension Liability now totals over \$2,000 for each County resident.

A prior Board in 1999 and 2000 made horrible decisions related to our CalPERS contracts based on extremely low and inaccurate cost estimates provided by CalPERS. The County needs more options to reduce these unaffordable and insurmountable obligations. Your Board should seek the assistance of CSAC, CalPERS, and our representatives in the legislature so that changes in state law and CalPERS policies will provide better options to enable us to reduce these unaffordable obligations. Until the state takes action, your only option is to set aside significant reserves to lighten the impact of these huge obligations on our residents in the future.

If you have any questions, please call me at 530-621-5456.

Sincerely,

Joe Harn, CPA **Auditor-Controller**



County of El Dorado

OFFICE OF AUDITOR-CONTROLLER

360 FAIR LANE PLACERVILLE, CALIFORNIA 95667-4193 Phone: (530) 621-5487 Fax: (530) 295-2535 JOE HARN, CPA Auditor-Controller

BOB TOSCANO Assistant Auditor-Controller

September 20, 2021

Board of Supervisors County of El Dorado 330 Fair Lane Placerville, California 95667

Subject: Unfunded Obligations to CalPERS

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Auditor-Controller



CalPERS Reports Preliminary 21.3% Investment Returns for Fiscal Year 2020-21; Strong Returns Trigger Reduction in Discount Rate to 6.8%

July 12, 2021

Communications & Stakeholder Relations Contact: Megan White, Information Officer (916) 795-3991 - newsroom@calpers.ca.gov

Sacramento, Calif. – CalPERS today reported a preliminary 21.3% net return on investments for the 12-month period that ended June 30, 2021. CalPERS assets at the end of the fiscal year stood at more than \$469 billion. The preliminary 21.3% return lagged behind the fiscal year total fund benchmark of 21.7%.

Under the Funding Risk Mitigation Policy (PDF), approved by the CalPERS Board of Administration in 2015, the double-digit return will trigger a reduction in the discount rate used to calculate employer and Public Employees' Pension Reform Act (PEPRA) member contributions. The discount rate, or assumed rate of return, will drop to 6.8%, from its current level of 7%.

The Funding Risk Mitigation Policy lowers the discount rate in years of good investment returns. This is the first time it has been triggered.

The 21.3% 2020-21 fiscal year return for the Public Employees' Retirement Fund (PERF) were driven by Private Equity and Public Equity, with net returns of 43.8% and 36.3%, respectively.

Based on these preliminary fiscal year returns, the funded status of the overall PERF is an estimated 82%. This estimate is based on a 7% discount rate. Under the new 6.8% discount rate, however, the funded status of the overall PERF drops to 80%. This is because existing assets are assumed to grow at a slightly slower rate annually into the future. As intended under the Funding Risk Mitigation Policy, the lower discount rate increases the likelihood that CalPERS can reach its target over the longer term.

The CalPERS Board of Administration will continue to review the discount rate through its Asset Liability Management process during the rest of the calendar year.

"Our investment team has done an outstanding job of capturing strong returns in this very dynamic investment environment," said Theresa Taylor, chair of the CalPERS Investment Committee. "These results prove that we have the right investment strategy in place to take full advantage of what the markets have to offer."

"But as pleased as we are with these great returns, let me emphasize that we don't count on this kind of investing environment every year. We know markets go up and down. As a long-term investor, our job is to make sure we have a carefully considered plan to strengthen our fund no matter the economic climate so that we can pay the benefits our members have earned."

The 2020-21 fiscal year returns brings total fund performance to 10.3% for the five-year period, 8.5% for the 10-year period, and 6.9% for the 20-year period. Over the past 30 years, the PERF returned an annualized return of 8.4%.

Today's announcement includes 12-month asset class performance as follows:

Asset Class	Net Rate of Return
Total Fund	21.3%
Public Equity	36.3%
Private Equity	43.8%
Fixed Income	-0.1%
Real Assets	2.6%
Liquidity	0.1%

The official total fund performance numbers go through multiple layers of review and oversight. View the Total Fund and Benchmark Performance Calculation – Wilshire Associates (PDF) for more information.

Returns for real assets and private equity reflect market values through March 31, 2021. Private Equity has been CalPERS' highest returning asset class over longer periods, with 10-year annualized return of 12.0% and 20-year annualized return of 10.1%.

"I'm proud of our investment office and of our ability to execute on our strategy to achieve strong returns in these unprecedented times," said Dan Bienvenue, CalPERS interim chief investment officer. "But I'm also mindful that we're in the middle of determining our asset mix and discount rate for the future. As a long-term investor we're focused on ensuring that our analysis captures realistic projections about the investment outlook over many years and even decades."

CalPERS' 2020-21 final fiscal year investment performance will be calculated based on audited figures and will be reflected in contribution levels for the State of California and school districts in fiscal year 2022-23, and for contracting cities, counties, and special districts in fiscal year 2023-24.

The ending value of the PERF is based on several factors and not investment performance alone. Contributions made to CalPERS from employers and employees, monthly payments made to retirees, investment fees and the performance of its investments, among other factors, all influence the ending total value of the PERF.

About CalPERS

For more than eight decades, CalPERS has built retirement and health security for state, school, and public agency members who invest their lifework in public service. Our pension fund serves more than 2 million members in the CalPERS retirement system and administers benefits for more than 1.5 million members and their families in our health program, making us the largest defined-benefit public pension in the U.S. CalPERS' total fund market value currently stands at approximately \$472 billion. For more information, visit www.calpers.ca.gov.