

PUBLIC  
AGENCY  
RETIREMENT  
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.

# COUNTY OF CONTRA COSTA

Other Post-Employment Benefits Trust Client Review

February 6, 2020

# CONTACTS

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# PARS TRUST TEAM

## Trust Administrator & Consultant



- Recordkeeping
- Sub-trust accounting
- Monitors plan compliance
- Processes contributions/disbursements
- Hands-on, dedicated support teams
- Coordinates all agency services

36

Years of Experience  
(1984-2020)

1,400+

Plans under  
Administration

900+

Public Agency  
Clients

500K+

Plan Participants

\$4.1B

Assets under  
Administration

## Trustee



- 5th largest commercial bank and one of the nation's largest trustees for Section 115 trusts.
- Safeguard plan assets,
- Oversight protection as plan fiduciary
- Custodian of assets

157

Years of Experience  
(1863-2020)

\$5.0T

Assets under  
Administration

## Investment Manager



- Investment sub-advisor to trustee U.S. Bank
- Investment policy assistance
- Uses open architecture
- Active and passive platform options
- Customized portfolios (with minimum asset level)

101

Years of Experience  
(1919-2020)

\$16.4B

Assets under  
Management

# SUMMARY OF AGENCY'S OPEB PLAN

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<b>Plan Type:</b>	IRC Section 115 Irrevocable Exclusive Benefit Trust
<b>Trustee Approach:</b>	Discretionary
<b>Plan Effective Date:</b>	January 1, 2011
<b>Plan Administrator:</b>	County Treasurer/Tax Collector
<b>Current Investment Strategy:</b>	Custom Strategy; Individual Account

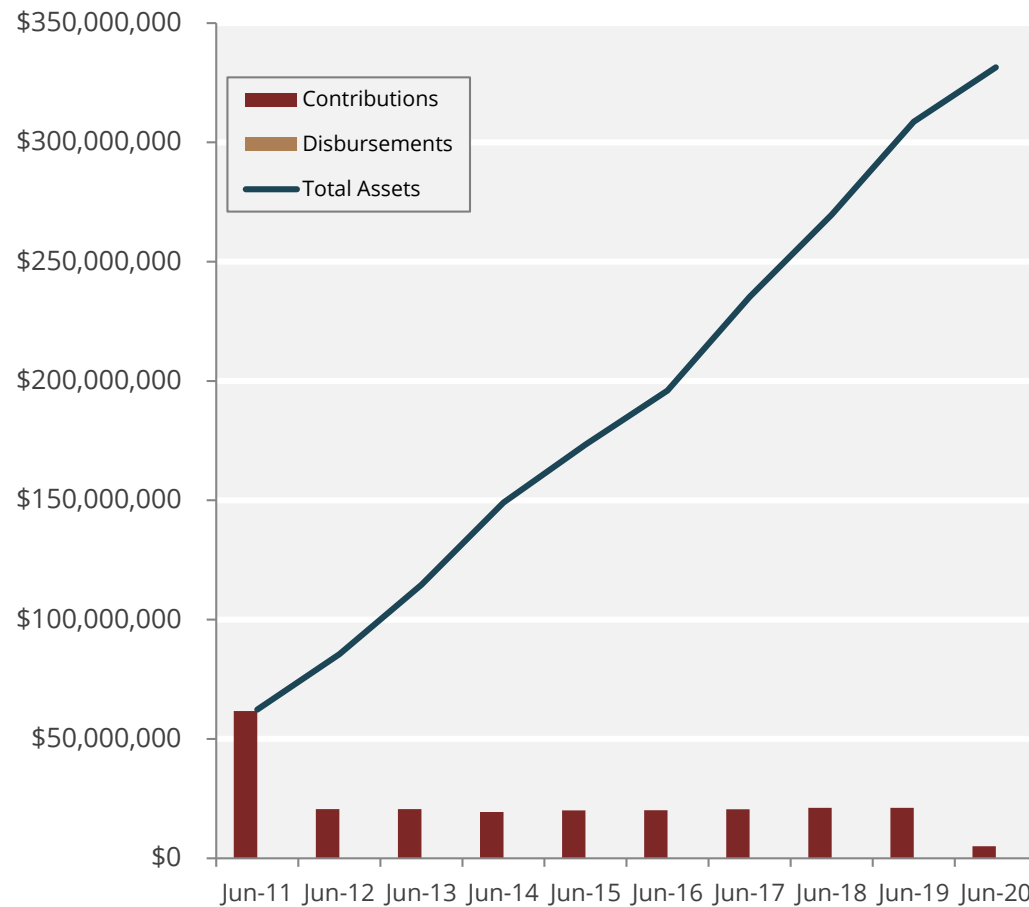
## AS OF DECEMBER 31, 2019:

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<b>Initial Contribution:</b>	January 2011: \$51,070,366
<b>Additional Contributions:</b>	\$179,149,372
<b>Total Contributions:</b>	\$230,219,738
<b>Disbursements:</b>	\$0
<b>Total Investment Earnings:</b>	\$104,036,540
<b>Account Balance:</b>	\$331,405,215

# SUMMARY OF AGENCY'S OPEB PLAN

## CONTRIBUTIONS, DISBURSEMENTS, AND TOTAL ASSETS AS OF DECEMBER 31, 2019:



Year	Contributions	Disbursements	Total Assets
Jun-11*	\$61,698,777	\$0	\$62,297,373
Jun-12	\$20,606,199	\$0	\$85,491,338
Jun-13	\$20,596,635	\$0	\$114,599,118
Jun-14	\$19,373,129	\$0	\$149,031,810
Jun-15	\$20,039,999	\$0	\$173,307,950
Jun-16	\$20,139,999	\$0	\$195,976,424
Jun-17	\$20,535,000	\$0	\$235,215,781
Jun-18	\$21,100,000	\$0	\$269,698,289
Jun-19	\$21,090,000	\$0	\$308,607,201
Jun-20**	\$5,040,000	\$0	\$331,405,215

Plan Year Ending

\*Plan Year Ending June 2011 is based on 6 months of activity.  
 \*\*Plan Year Ending June 2020 is based on 6 months of activity.

# OPEB ACTUARIAL RESULTS

- We have received the actuarial report by Milliman, Inc. dated October 19, 2018 with a valuation date as of January 1, 2018. In the table below, we have summarized the results.

Demographic Study   Valuation Date: January 1, 2018	
<b>Actives</b>	9,041
<b>Retirees</b>	6,735
<b>Total</b>	15,776
<b>Average Active Age</b>	45.9
<b>Average Active Agency Service</b>	9.9

# OPEB ACTUARIAL RESULTS

Valuation Date: January 1, 2018	(Pre-funding) Discount Rate: 6.15%
<b>Total OPEB Liability (TOL)</b>	\$932,187,000
<b>Fiduciary Net Position</b>	\$269,670,000
<b>Net OPEB Liability (NOL)</b>	\$662,517,000
<b>Funded Ratio (%)</b>	28.9%
<b>Service Cost</b>	\$27,828,000
<b>Annual Benefit Payments (Pay-as-you-Go)</b>	\$55,890,000

**Rule of thumb:** For every one percent increase in the discount rate, the unfunded liability is lowered by 10-12%.