



Board of Retirement Regular Meeting

Sacramento County Employees' Retirement System

Agenda Item 13

SUBJECT: Actuarial Services

SUBMITTED FOR: Consent **Deliberation and Action** **Receive and File**

RECOMMENDATION

Approve actuarial services agreement with Segal through June 30, 2027, and authorize the Chief Executive Officer to execute any necessary documents.

PURPOSE

This item contributes to the effective management and oversight of administrative activities. The Board is responsible for approving contracts with its consultants, auditors, actuaries, and investment managers.

DISCUSSION

SCERS has negotiated a new three-year agreement for actuarial services with Segal, SCERS' consulting actuary. Since 2007, SCERS has utilized successive contract amendments to retain Segal's actuarial services. Consequently, the current amended contract is due to expire on June 30, 2024. Staff has concluded that after 20 years, a reformatted agreement is needed. The new actuarial services agreement includes both a fixed fee for valuation and GASB reports, contribution rate projections, other routine actuarial services and reports, and an hourly rate schedule for additional requested services, for approximately \$150,000-\$200,000 annually. The costs are in line with prior year expenses and include reasonable inflationary increases.

As in the past, Segal comes with a strong Staff recommendation to renew the engagement. Segal actuaries have proven to be knowledgeable and demonstrate national and statewide expertise in actuarial funding policies and 1937 Act pension plans. Segal's lead actuary on the SCERS engagement, Andy Yeung, has a long-standing record of providing superior customer service to SCERS for more than 20 years. Segal also has been very reliable in meeting SCERS' timelines.

ATTACHMENTS

- Board Order

Prepared by:

/s/

Margo Allen
Chief Operations Officer

Reviewed by:

/s/

Eric Stern
Chief Executive Officer



Retirement Board Order

Sacramento County Employees' Retirement System

Before the Board of Retirement
June 20, 2024

AGENDA ITEM:

Actuarial Services

THE BOARD OF RETIREMENT hereby accepts the recommendation of staff to approve actuarial services agreement with Segal through June 30, 2027, and authorize the Chief Executive Officer to execute any necessary documents.

I HEREBY CERTIFY that the above order was passed and adopted on June 20, 2024 by the following vote of the Board of Retirement, to wit:

AYES:

NOES:

ABSENT:

ABSTAIN:

ALTERNATES:

(Present but not voting)

James Diepenbrock
Board President

Eric Stern
Chief Executive Officer and
Board Secretary