

**2024-2025**



**SCERS**

**POPULAR ANNUAL**

# **FINANCIAL REPORT**

**For the Fiscal Year ended June 30, 2025**

**Sacramento County Employees' Retirement System  
980 9<sup>th</sup> Street, Suite 1900, Sacramento, CA 95814**

**[SCERS.gov](https://scers.gov)**

## BOARD OF Retirement

## MESSAGE FROM THE Chief Executive Officer

**CHRIS GIBONEY**  
President  
*Elected by Safety Members*

**ROBERT AGUALLO, JR.**  
Vice President  
*Appointed by the  
Board of Supervisors*

**KEITH DEVORE**  
Trustee  
*Appointed by the  
Board of Supervisors*

**JAMES DIEPENBROCK**  
Trustee  
*Appointed by the  
Board of Supervisors*

**RONALD SUTER**  
Trustee  
*Appointed by the  
Board of Supervisors*

**CHAD RINDE**  
Ex-Officio  
*Member mandated by law*

**M. TEPA BANDA**  
Trustee  
*Elected by  
Miscellaneous Members*

**ALINA MANGRU**  
Trustee  
*Elected by  
Miscellaneous Members*

**BRANDON GAYMAN**  
Trustee  
*Elected by Safety Members*

**MARTHA HOOVER**  
Trustee  
*Elected by Retired Members*

**DAVE IRISH**  
Alternate Retiree Trustee  
*Elected by Retired Members*

As Chief Executive Officer, I am pleased to issue the Popular Annual Financial Report (PAFR) on behalf of the Sacramento County Employees' Retirement System (SCERS or the System). The PAFR provides insight into the organization's services, financial results, investments, and membership information. The financial data presented in the PAFR is derived from SCERS's Annual Comprehensive Financial Report (ACFR) as of and for the fiscal years ended June 30, 2025 and 2024 and is presented in conformity with Generally Accepted Accounting Principles. The ACFR provides more detailed information and is available on SCERS' website at [SCERS.gov/post/annual-comprehensive-financial-report-acfr](https://scers.gov/post/annual-comprehensive-financial-report-acfr).



SCERS remains focused on maintaining a sustainable pension program for the long term. As of June 30, 2025, SCERS was 93.5% funded at the market value of assets totaling \$14.6 billion, and the total pension liability totaling \$15.6 billion. The funded status represents the percentage of future pension benefits covered by the System's assets. In general terms, this funded ratio means that as of June 30, 2025, SCERS had approximately 94 cents available for each dollar of anticipated future liability.

For the fiscal year ended June 30, 2025, SCERS's investments generated a 10.8% net return, or \$1.5 billion of net investment gain, and administrative expenses totaled \$13.7 million for the fiscal year. To our members, this continued growth and cost containment allow SCERS to put more of its assets to work for you while providing more efficient customer service.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Eric Stern". The signature is fluid and stylized, with a large "E" and "S" being the most prominent features.

**ERIC STERN**  
Chief Executive Officer

# 2025 Highlights

**Launched the MySCERS portal**, providing members with an online retirement application and secure access to benefit payment information, tax forms, and real-time contribution and service credit data.

**Began transitioning to a new custodial bank**, with completion expected in 2026, to improve investment operations and reporting.

**Conducted surveys and focus groups** of members, employers, staff, and Retirement Board members for a Strategic Vision Plan that will guide SCERS priorities for the next 15 years.



**\$14.6 Billion**  
Total Net Position



**10.8%**  
Investment Return



**33,660**  
Total Members



**93.5%**  
Funded Status



**\$4,375**  
Average Monthly Benefits

## Where did the money come from?

**\$1,483 Million**  
Investment Income

**\$389 Million**  
Employer Contributions

**\$160 Million**  
Member Contributions

## Where did the money go?

**\$742 Million**  
Retirement Benefits

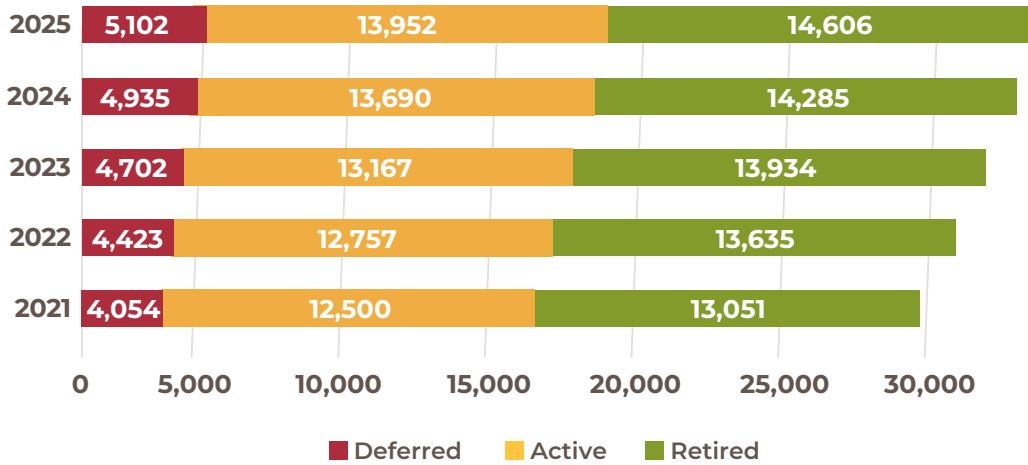
**\$14 Million**  
Administrative Expenses

**\$7 Million**  
Contribution Refund

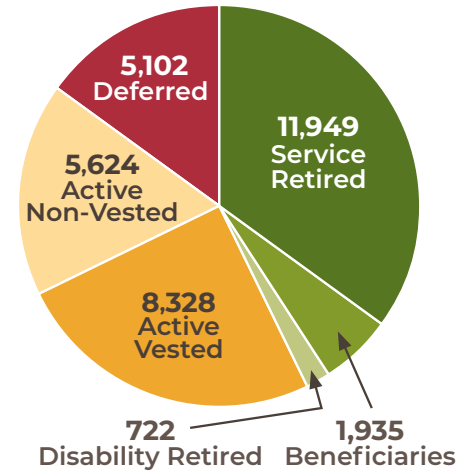


# Members

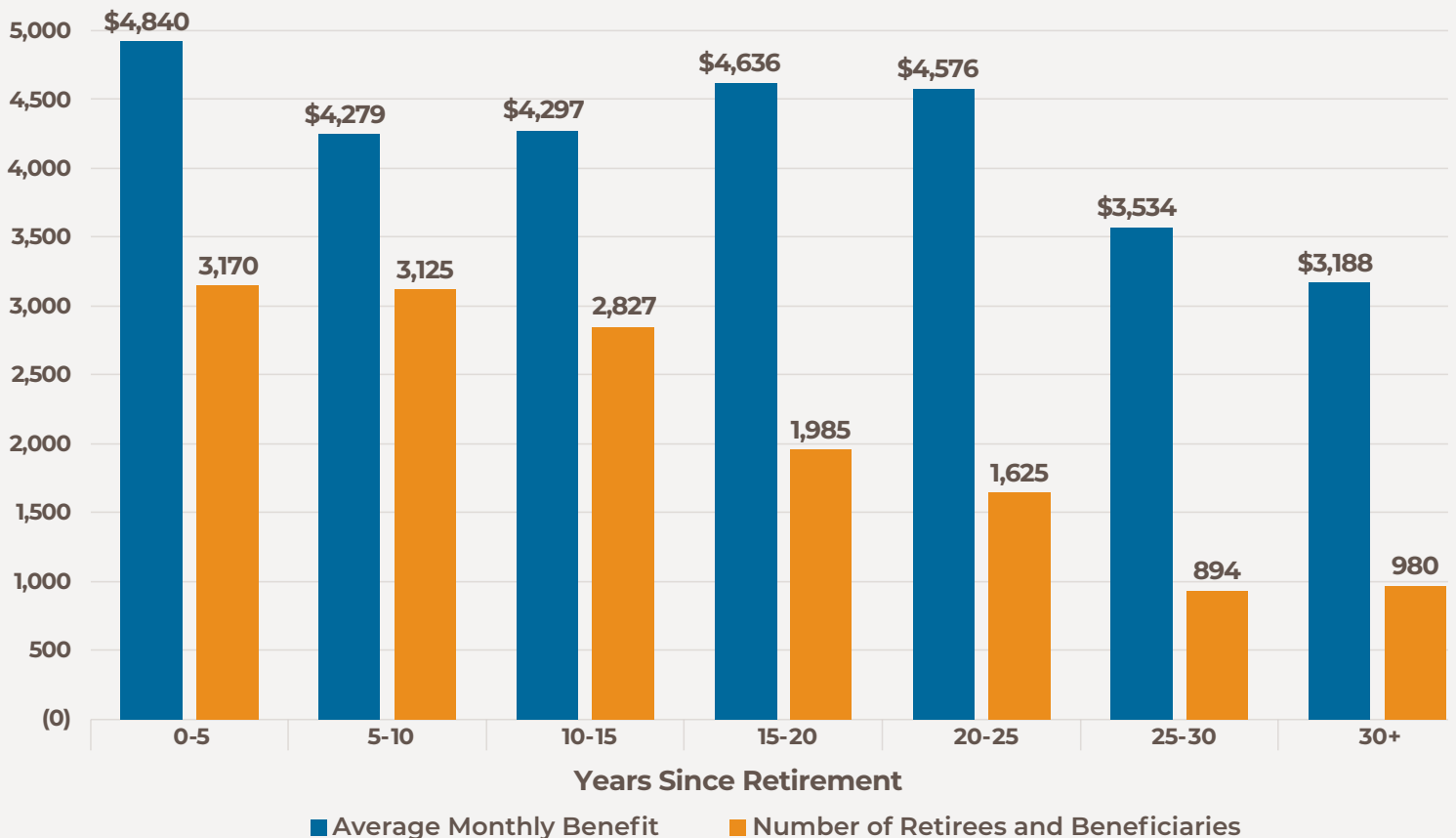
**Membership Growth**  
AS OF JUNE 30



**Membership Status**  
AS OF JUNE 30, 2025



**Average Monthly Benefit and Number of Retirees**  
AS OF JUNE 30, 2025



# Financial Summary

## Fiduciary Net Position (Condensed)

AS OF JUNE 30, 2025 AND 2024

(Amounts Expressed in Millions)

	2025	Restated 2024	Increase/ (Decrease)	% Change
<b>Assets</b>				
Cash and short-term investments	\$471	\$599	\$(128)	(21%)
Receivables and others	317	376	(59)	(16)
Investments	14,547	13,306	1,241	9
Capital assets	4	5	(1)	(20)
<b>Total Assets</b>	<b>15,339</b>	<b>14,286</b>	<b>1,053</b>	<b>7</b>
<b>Liabilities</b>				
Other liabilities	14	16	(2)	(13)
Investment obligation	748	960	(212)	(22)
<b>Total Liabilities</b>	<b>762</b>	<b>976</b>	<b>(214)</b>	<b>(22)</b>
<b>Net Position</b>	<b>\$14,577</b>	<b>\$13,310</b>	<b>\$1,267</b>	<b>10%</b>

## Changes in Fiduciary Net Position (Condensed)

FOR THE FISCAL YEAR ENDED JUNE 30, 2025 AND 2024

(Amounts Expressed in Millions)

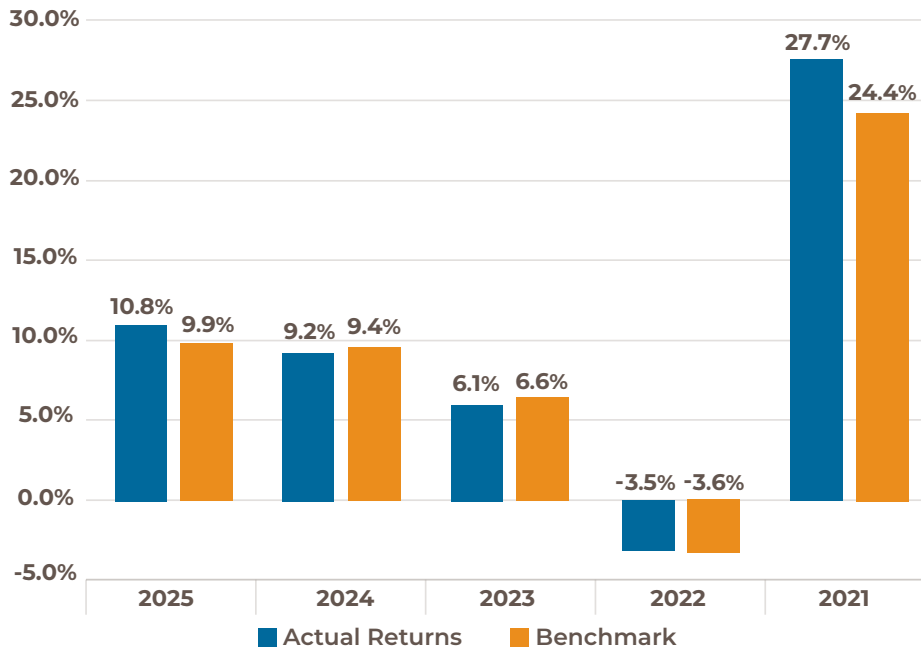
	2025	Restated 2024	Increase/ (Decrease)	% Change
<b>Additions</b>				
Member contributions	\$156	\$160	\$(4)	(3%)
Employer contributions	389	398	(9)	(2)
Investment and other income	1,485	1,107	378	34
Health premiums collected	37	33	4	12
<b>Total Additions</b>	<b>2,067</b>	<b>1,698</b>	<b>369</b>	<b>22</b>
<b>Deductions</b>				
Retirement benefit payment and refunds	749	706	43	6
Administrative expenses	14	13	1	8
Health premiums remitted	37	33	4	12
<b>Total Deductions</b>	<b>800</b>	<b>752</b>	<b>48</b>	<b>6</b>
<b>Increase in Net Position</b>	<b>1,267</b>	<b>946</b>	<b>321</b>	<b>34</b>
Net Position, Beginning	13,310	12,364	946	8
<b>Net Position, Ending</b>	<b>\$14,577</b>	<b>\$13,310</b>	<b>\$1,267</b>	<b>10%</b>

# Investment Performance

For the fiscal year ended June 30, 2025, the Sacramento County Employees' Retirement System (SCERS) generated a 10.8% return, net of fees. The strong fiscal year return was fueled by moderating inflation, resilient economic data, and strong corporate earnings. The 10.8% fiscal year return was well above SCERS' 6.75% actuarial rate of return and SCERS' policy index return of 9.9%. Assets under management ended the fiscal year at \$14.6 billion, well ahead of the prior fiscal year's \$13.3 billion level of assets.

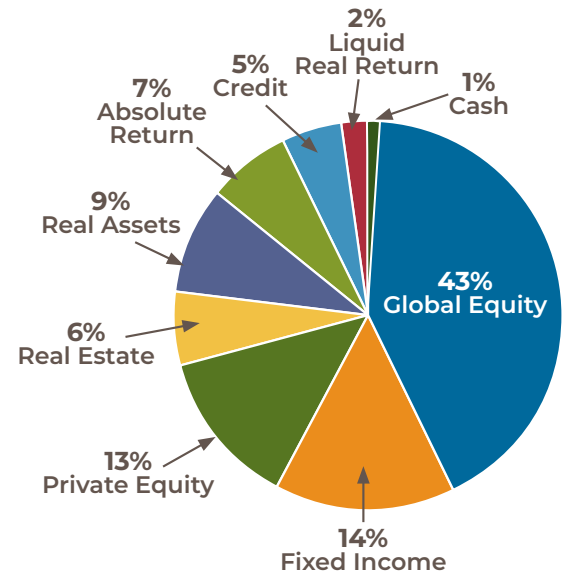
## Actual Returns vs. Benchmark

AS OF JUNE 30



## Asset Allocation

AS OF JUNE 30, 2025



# Funded Status

A commonly reported piece of information regarding the System's financial status is the funded ratio. This ratio compares the Market Value of Assets to the Actuarial Accrued Liability of the System. Lower ratios may indicate actuarial changes, funding plan below the actuarial requirements, or poor asset performance. Higher ratios indicate a well-funded plan, strong asset performance, funding of the plan above actuarial valuation, or other causes.

## Funded Status

AS OF JUNE 30

