Regular Meeting Agenda

Tuesday, July 21, 2026

5:00 PM

City Hall Complex, 915 I Street, Sacramento, CA 95814

City Council - 5PM

This is a joint meeting of the Sacramento City Council, the Sacramento City Financing Authority, the Sacramento Housing Authority, the Sacramento Public Financing Authority, and the Sacramento Redevelopment Agency Successor Agency.

CITY COUNCIL
Kevin McCarty, Mayor
Lisa Kaplan, District 1
Roger Dickinson, District 2
Karina Talamantes, Vice Mayor, District 3
Phil Pluckebaum, District 4
Caity Maple, District 5
Eric Guerra, Mayor Pro Tem, District 6
Rick Jennings, II, District 7
Mai Vang, District 8

CHARTER OFFICERS
Mindy Cuppy, City Clerk
Gustavo Limón Martinez, City Attorney
Farishta Ahrary, City Auditor
Maraskeshia Smith, City Manager
John Colville, City Treasurer

Open Session

Roll Call

Land Acknowledgement

Pledge of Allegiance

Closed Session Report

Special Presentation/General Communications

A. Disability Pride Month - Presented by Vice Mayor Talamantes and Councilmember Pluckebaum

B. National Park and Recreation Month - Presented by Councilmember Kaplan

Discussion Calendar

1. Proposed Ballot Measure: Sacramento City Employees' Retirement System (SCERS) Termination Act (Charter Amendment)

File ID: 2026-01314

Location: Citywide

Recommendation: Adopt a **Resolution** approving Charter amendment ballot language regarding the Sacramento City Employees' Retirement System (SCERS) Termination Act, for placement on the November 3, 2026 general municipal election ballot.

Contact: John Colville, City Treasurer, (916) 808-8297, jcolville@cityofsacramento.org, City Treasurer's Office; Matthew Ruyak, Assistant City Attorney, (916) 808-5346, mruyak@cityofsacramento.org, City Attorney's Office

Attachments: 2026-01314 STAFF REPORT

2. November 3, 2026 Municipal Election - Call and Give Notice of the Submittal to the Voters a Question Relating to the Sacramento City Employees' Retirement System Termination Act

File ID: 2026-01315

Location: Citywide

Recommendation: Adopt a **Resolution** calling and giving notice of the submittal to the voters a question relating to the Sacramento City Employees' Retirement System (SCERS) Termination Act.

Contact: Mindy Cuppy, City Clerk, (916) 808-5442, mcuppy@cityofsacramento.org, Office of the City Clerk

Attachments: 2026-01315 STAFF REPORT

3. November 3, 2026 Municipal Election - Call for Impartial Analysis and Selection of Argument Authors for One Measure: Sacramento City Employees' Retirement System Termination Act (Charter Amendment)

File ID: 2026-01316

Location: Citywide

Recommendation: Adopt: 1) a **Resolution** directing the preparation of an impartial analysis for the Sacramento City Employees' Retirement System Termination Act, for inclusion in the November 3, 2026 Municipal Election official ballot; and 2) a **Resolution** authorizing members of the City Council to author arguments for the Sacramento City Employees' Retirement System Termination Act, that will be presented to the voters in the November 3, 2026 Municipal Election Voter Information Guide.

Contact: Mindy Cuppy, City Clerk, (916) 808-5442, mcuppy@cityofsacramento.org, Office of the City Clerk

Attachments: 2026-01316 STAFF REPORT

Council Comments-Ideas, Questions, AB1234 Reports

City Manager's Report

Public Comments-Matters Not on the Agenda

Adjournment

Where to Find the Agenda and Staff Reports: The agenda provides a general description and staff recommendation; however, legislative bodies may take action other than what is recommended.

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Watch the Meeting on Metro Cable 14.

Archives of past meetings are available at: https://meetings.cityofsacramento.org

Submit Written Comments Online: Written comments received are filed in the record, and will not be read aloud. Members of the public are encouraged to submit public comments electronically through the City’s Upcoming Meetings website at https://publiccomment.cityofsacramento.gov.

Public Comment Speaker Time Limits: In the interest of facilitating the legislative body’s conduct of the business of the City, members of the public (speakers) who wish to address the legislative body during the meeting will have two minutes per item with the maximum of four items. All items on the Consent Calendar are considered one item. Speakers may only speak on four items per meeting.

Notice to Lobbyists: When addressing the legislative body, you must identify yourself as a lobbyist and announce the client/business/organization you are representing.

In compliance with the Americans with Disabilities Act, if you need special assistance, a disability-related modification or accommodation, agenda materials in an alternative format, or auxiliary aids to participate in this meeting, please contact the Office of the City Clerk at 916-808-7200 as soon as possible. Providing at least 5 business days will help ensure that reasonable arrangements can be made.

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File ID: 2026-01314 7/21/2026

Proposed Ballot Measure: Sacramento City Employees' Retirement System (SCERS) Termination Act (Charter Amendment)

File ID: 2026-01314

Location: Citywide

Recommendation: Adopt a **Resolution** approving Charter amendment ballot language regarding the Sacramento City Employees' Retirement System (SCERS) Termination Act, for placement on the November 3, 2026 general municipal election ballot.

Contact: John Colville, City Treasurer, (916) 808-8297, jcolville@cityofsacramento.org, City Treasurer's Office; Matthew Ruyak, Assistant City Attorney, (916) 808-5346, mruyak@cityofsacramento.org, City Attorney's Office

Presenter: John Colville, City Treasurer, (916) 808-8297, jcolville@cityofsacramento.org, City Treasurer's Office

Attachments:
1-Description/Analysis
2-Resolution
3-Exhibit A: Sacramento City Charter Amendment Regarding the Sacramento City Employees' Retirement System (SCERS)

Description/Analysis
Issue Detail: The Sacramento City Employees' Retirement System (SCERS) is a defined benefit plan, created under the Sacramento City Charter, that provides retirement benefits for certain City member employees. It is a "closed" system: there have been no new members since 1977. The system's actuary indicates that for every dollar of benefits due, SCERS has approximately $1.10 of assets available for payment. As the member, surviving spouse, and other beneficiary population declines, SCERS assets may continue to grow beyond the amounts necessary to pay all accrued benefits. Under the current City Charter, there is no mechanism to terminate SCERS or to address any surplus funds.

At the direction of Mayor Pro Tem Guerra and Councilmember Maple, a request was made to create a revolving loan program for housing. This proposal is a response to that request.

The proposed ballot measure - the “SCERS Termination Act” - creates a mechanism for SCERS termination in the City Charter. Voter approval of the Act does not, by itself, terminate SCERS; rather, termination may occur only after the city council makes the requisite findings and adopts the resolution of termination required by the Act. Prior to bringing the resolution of termination to the city council, a plan for the wind-down of SCERS operations shall be developed with city staff and, as appropriate, the SCERS board (the Administration, Investment and Fiscal Management Board). The development and completion of the wind-down plan is a condition precedent to the city council's adoption of the resolution of termination. No transfer of surplus funds out of SCERS will occur until the city council has adopted the resolution of termination and all accrued benefits, reasonable plan wind-down expenses, and administration expenses have been fully paid or secured on an actuarially conservative basis appropriate for plan termination.

The proposal provides that any surplus funds after plan termination could be used only for the following public purpose: to establish or contribute to a housing revolving loan fund and to finance affordable housing and market-rate housing with affordable financing components.

Policy Considerations: The Act proposes to amend the city charter. Charter amendments, whether through the initiative process or council proposal, require voter approval.

Environmental Considerations: None.

Sustainability: Not applicable.

Commission/Committee Action: None.

Rationale for Recommendation: If the council approves the Act for inclusion on the November 3, 2026, ballot, then in accordance with the California Elections Code, it must adopt a resolution that will place the measure on the ballot.

Financial Considerations: The estimated cost of the first election contest, including measures, on the November 2026 ballot is $421,714. There are sufficient funds in the elections budget to cover this cost. If approved, there is no appreciable financial impact on the General/Measure U Funds.

Local Business Enterprise (LBE): Not applicable.

Background: SCERS is a defined benefit plan in which retirement benefits for City member employees are based upon age, final compensation, and length of service. City employee members make contributions to the System and, until 1993, the City made a normal contribution which was a percentage of total City payrolls. These cash payments are held in trust and invested to meet retirement benefits of members. However, if these invested assets prove inadequate to meet the defined benefits, the City must contribute additional monies to pay benefits.

In 1977, with the passage of Measure E, SCERS became a “closed” system, i.e., there would be no additional employees participating in the plan. Since that time, all full-time and eligible part-time employees of the City participate in the California Public Employees’ Retirement System (CalPERS) rather than SCERS. In 1977, the average age of SCERS active members was 36 years.

In June 1989, the voters of Sacramento approved the transfer of SCERS active safety members to CalPERS. Effective December 30, 1989, SCERS active safety members were transferred to CalPERS with a cash transfer of $103.3 million in January 1990.
As of June 30, 2025, there is one active miscellaneous member and a total of 710 plan participants. SCERS’ Total Pension Liability (TPL) as of June 30, 2025, is approximately $231.205 million. TPL represents the present value of all future benefits that will be paid by SCERS. SCERS funding ratio using fair value of assets was 109.6% percent of TPL on June 30, 2025. The funding ratio is defined as that portion of the total TPL for which there are assets available for benefits. As such, the System’s actuary indicates that for every dollar of benefits due, SCERS has approximately $1.10 of assets available for payment. SCERS has a Net Pension Asset of $22.149 million. The plan is reviewed annually by the actuary, with the next review using data as of June 30, 2026. It is anticipated that the results of this review will be available in October 2026.

As set out in the Sacramento City Charter, the Administration, Investment and Fiscal Management Board (the AIFM Board) is comprised of five members, three of whom are City officials (or their designees), and two of whom are public citizen members appointed by the City Council. The Sacramento City Manager, City Treasurer and Director of Finance are the City officials designated to serve on the AIFM Board. By City Charter, the public citizen members must be residents of the City of Sacramento, not connected with City government, and at least one of these members must be qualified by training and experience in the management and investment of funds.

Pursuant to the Sacramento City Charter, the AIFM Board has exclusive authority to invest and manage the System’s funds. The AIFM Board, in turn, has selected the Sacramento City Treasurer and Treasurer’s Office investment personnel to manage the funds consistent with Board-approved policies and direction.

In the previous decade, SCERS’ funding ratio fluctuated from a low of 77.9% in 2016 to a high of 110.2% in 2021. In 2022 SCERS funded ratio dropped -17% to 93.9% after equity markets faced a headwind of rising inflation and a slowing economy. SCERS again returned to fully funded status in June of 2024 at 101.6%, and then, as mentioned previously, to 109.6% as of June 2025. Over the past few years, staff and council have expressed interest in protecting the funded status, ensuring that the City would not be required in the future to make annual contributions. Staff remains focused on maintaining a high funded status while simultaneously derisking the portfolio. As a result, staff has begun to analyze the eventual wind down of SCERS as its’ participant counts continue to drop against the background of an increasing funded status. The City Charter does not specifically address the mechanics of how to accomplish termination of the plan. The plan was advised in the 1990's by outside consultants that specific language needed to be included in the City Charter to outline the criteria and procedures for eventual SCERS termination; however, no action was taken on that advice. This ballot measure will give authority to the City Council to terminate the plan only when certain criteria are met. When, and only when, all SCERS obligations are fulfilled, any excess funds in the plan will be deemed a surplus and will revert to the City.

The use of these surplus funds will be restricted to the public purpose described in the Charter Amendment, and funds will only be made available when the City Council passes a resolution after the specified findings are made.

RESOLUTION XXXX-XXXXX

Adopted by the Sacramento City Council

Month XX, 202X

Approving Ballot Measure Text to be Submitted to the Voters in a Question Relating to Sacramento City Charter Amendment to be Included with the Consolidated General Municipal Election of November 3, 2026

BACKGROUND

The City Council desires to submit the charter amendment measure known as the "Sacramento City Employees' Retirement System Termination Act" to the voters at the November 3, 2026, General Municipal Election.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

That the City Council approves for submittal to the voters at the November 3, 2026 General Municipal Election the measure attached hereto as Exhibit A, along with the following question:

> **Measure __ - Charter Amendment Regarding the Sacramento City Employees' Retirement System (SCERS)**
>
> "Shall the measure amending the City of Sacramento Charter – to provide a mechanism to terminate the Sacramento City Employees' Retirement System (SCERS) when conditions are met; ensure that the City of Sacramento's obligations to remaining members, surviving spouses, and other beneficiaries are fulfilled; with any surplus funds remaining after termination to be used to establish or contribute to a housing revolving loan fund and to finance affordable housing and market-rate housing with affordable financing components – be adopted?"

TABLE OF CONTENTS:

Sacramento City Charter Amendment Regarding the Sacramento City Employees Retirement System (SCERS)

Section 1. Title, Findings, and Purpose.

A. Title.

This charter amendment is titled and may be cited as the “Sacramento City Employees’ Retirement System Termination Act” (hereinafter, the “Act”).

B. Findings.

1. The Sacramento City Employees’ Retirement System (“SCERS”) is a defined benefit pension plan described in article XVII of the City of Sacramento Charter (“City Charter”) and chapter 2.124 of the Sacramento City Code, which was enacted to implement article XVII of the City Charter. SCERS has been closed to new members since 1977.

2. At present, only one person covered by SCERS remains employed by the City of Sacramento.

3. As of July 31, 2025, there were 706 members, surviving spouses, and other beneficiaries receiving benefits from SCERS, with an average age of 81.8 years. There are also up to two vested, terminated members who have not yet begun receiving benefits.

4. Currently, SCERS assets exceed 100% of the actuarially determined liabilities for members, surviving spouses, and other beneficiaries. As the number of members, surviving spouses, and other beneficiaries declines over time, that funding percentage is expected to increase.

5. At some future time, there will be sufficient funds in SCERS to purchase an annuity policy (or policies) to fully secure and replicate all accrued benefits owed to members, surviving spouses, and other beneficiaries in perpetuity. At that point, there will be no ongoing need to maintain SCERS, and the administrative needs and costs associated with managing its remaining funds will decrease. It will then be efficient to commence the termination of SCERS and address any surplus funds.

6. The City Charter currently contains no mechanism to terminate SCERS or to address any surplus funds remaining after all accrued benefits have been fully paid or secured.

7. This Act creates a City Charter mechanism to terminate SCERS when conditions are met; ensures that the City of Sacramento’s obligations to remaining members, surviving spouses, and other beneficiaries are fulfilled; and provides direction regarding the handling of any surplus remaining after termination.

C. Purpose and Effect.

As the member, surviving spouse, and other beneficiary population declines, SCERS assets may continue to grow beyond the amounts necessary to pay all accrued benefits. Under the current City Charter, there is no mechanism to terminate SCERS or to address any surplus funds.

This Act creates a mechanism for SCERS termination in the City Charter. Voter approval of this Act does not, by itself, terminate SCERS; rather, termination may occur only after the city council makes the requisite findings and adopts the resolution of termination required by this Act. Prior to bringing the resolution of termination to the city council, a plan for the wind-down of SCERS operations shall be developed with city staff and, as appropriate, the SCERS board, including as part of the accounting required under section 402(c) of the City Charter. The development and completion of the wind-down plan shall be a condition precedent to the city council's adoption of the resolution of termination described in section 402 of the City Charter.

No transfer of surplus funds out of SCERS will occur until the city council has adopted the resolution of termination described in section 402 and all accrued benefits, reasonable plan wind-down expenses, and administration expenses have been fully paid or secured on an actuarially conservative basis appropriate for plan termination, consistent with fiduciary duties and the exclusive benefit rule described in United States Internal Revenue Code section 401(a)(2).

Upon adoption of the resolution of termination, the current provisions in the City Charter governing SCERS (other than the termination provisions established by this Act) will be repealed, and the City Code provisions related to SCERS will be repealed.

Section 2. Section 402 is hereby added to the Sacramento City Charter to read as follows:

§ 402. Resolution of Findings Supporting Termination of SCERS.

The city council may adopt a resolution of termination making the following findings:

(a) There are no longer any SCERS members who are employed by the City of Sacramento;

(b) The City of Sacramento, acting through the board in its fiduciary capacity, has purchased an annuity policy (or policies) from an insurance company or companies with an appropriate financial strength rating, following a prudent, competitive process designed to obtain the safest available annuity under the circumstances, unless the board determines that a different approach is in the best interests of SCERS members, surviving spouses, and other beneficiaries. The annuity purchase, together with any reserves retained in SCERS, must fully secure, on an actuarially conservative basis appropriate for plan termination, all accrued benefits of all remaining members, surviving spouses, and other beneficiaries of SCERS; and

(c) An accounting has been completed of all remaining funds in SCERS, and the accounting is supported by a written report of the SCERS actuary addressing termination-basis liabilities, annuity purchase sufficiency, and wind-down costs; by a written report of the SCERS board documenting its fiduciary analysis; and by an opinion of tax counsel that any proposed transfer of surplus funds complies with applicable federal exclusive benefit requirements for governmental plans. The accounting shall identify the following:

(1) The amount needed to pay administrative costs to wind down SCERS operations;

(2) The amount of any funds needed, as determined on an actuarially conservative basis, to confirm that the annuity policy (or policies) purchased under subsection (b), together with any reserves retained in SCERS, fully secures all accrued benefits of all remaining members, surviving spouses, and other beneficiaries of SCERS;

(3) A reasonable contingency reserve, if any, determined on an actuarially conservative basis, to address unanticipated benefit administration or annuity transition costs, including the continued payment of benefits to any vested and terminated members who have not begun receiving benefits and were not included in the annuity policy (or policies); and

(4) The amount of any funds that are not included in (1) through (3), or that were previously included in (1) through (3) but are no longer needed for the purposes described therein, which shall be deemed surplus funds.

The resolution of termination must be adopted at a public hearing, notice of which shall be published in a newspaper published within the City designated by the council as the official newspaper of the City no fewer than seven days before the date of such hearing and shall include the time and place of the hearing and a statement that testimony from all interested persons for or against the proposed action will be heard. The resolution adopted under this section shall be effective immediately upon adoption.

Section 3. Section 403 is hereby added to the Sacramento City Charter to read as follows:

§ 403 Effects of City Council's Adoption of a Resolution of Facts Supporting Termination of SCERS

Upon the city council's adoption of the resolution of termination, the following shall occur:

(a) All funds identified under section 402(c)(1), (2), and (3) shall remain in the SCERS fund and shall be used to complete the wind-down of SCERS operations, administer any remaining benefit obligations not covered by the annuity policy (or policies) purchased under section 402(b), and maintain the contingency reserve described in section 402(c)(3). Funds described in this subsection (a) shall be held and administered solely for the purposes described in this subsection (a), consistent with fiduciary duties and the exclusive benefit rule described in United States Internal Revenue Code section 401(a)(2).

(b) All surplus funds identified under section 402(c)(4) shall, within 30 days after adoption of the resolution of termination, be transferred to a new fund under the city's control ("Surplus Fund"). Amounts in the Surplus Fund are no longer assets of SCERS and shall be used only for the following public purpose**:** to establish or contribute to a housing revolving loan fund and to finance affordable housing and market-rate housing with affordable financing components.

(c) Except for sections 402, 403, and 404, all provisions of article XVII of the City Charter are repealed; provided, however, that the procedures therein at the time of repeal shall be used as necessary to determine accrued benefits of any remaining members, surviving spouses, and other beneficiaries if the insurance company or companies from which the annuity was purchased fails to perform;

(d) Chapter 2.124 of the Sacramento City Code is repealed; provided, however, that the procedures therein at the time of repeal shall be used as necessary to determine accrued benefits of any remaining members, surviving spouses, and other beneficiaries if the insurance company or companies from which the annuity was purchased fails to perform;

(e) All resolutions, policies, and procedures directly related to SCERS or the board are rescinded;

(f) In the unlikely event an insurance company from which the city purchased an annuity fails to timely pay benefits as and when due under the contract (including due to insolvency, rehabilitation, receivership, or liquidation), the city shall remain liable to any remaining members, surviving spouses, and other beneficiaries for the payment of accrued benefits when due. The city's obligation under this subsection is limited to the payment of accrued benefits as determined on a termination basis under section 402 and shall be reduced by any amounts payable from a state guaranty association or other recoveries. The city shall be subrogated to, and may require assignment of, the payee's rights against the insurer, any guaranty association, and any other responsible party. The city may establish reasonable procedures to coordinate such payments and recoveries to avoid duplication and ensure continuity of benefit payments to SCERS members, surviving spouses, and other beneficiaries.

(g) Funds; Audits, Reporting, and Controls.

(1) Subsection (a) Funds. The city treasurer shall have exclusive control of the administration, management, and investment of the funds described in

subsection (a). The city treasurer shall act as a fiduciary for SCERS members, surviving spouses, and other beneficiaries and shall manage those funds in accordance with the prudent investor standard and other applicable law.

(2) Surplus Fund. Monies transferred to the Surplus Fund under subsection (b) are no longer assets of SCERS and are not subject to the fiduciary duties owed to SCERS members, surviving spouses, and other beneficiaries. The Surplus Fund shall be held in a separate accounting fund and shall not be commingled with the city's general fund. The city treasurer shall manage and invest Surplus Fund monies in accordance with California Government Code section 53601 and the city's standard investment policies applicable to city funds.

(3) Audits, Reporting, and Controls. The funds described in subsection (g)(1) are subject to the following requirements:

(A) Independent Audits and Access. The funds described in subsection (a) shall be subject to an annual independent financial and compliance audit performed in accordance with generally accepted government auditing standards. The independent auditor shall be engaged by, and report directly to, the city council or its audit committee, and shall have unrestricted access to all records, service-provider agreements, custodial statements, systems, and personnel necessary to perform the audit.

(B) Scope of Audit Opinion and Compliance Testing. The annual audit described in subsection (A) above shall include: (i) an opinion on the fair presentation of the financial statements for the funds described in subsection (a); (ii) compliance testing and an opinion or report on compliance with this subsection (g), including the prudent investor standard, segregation of assets, and prohibited commingling; and (iii) an evaluation of internal controls over financial reporting and safeguarding of assets, including disbursements, reconciliations, and investment compliance monitoring.

(C) Quarterly Reporting and Certifications. The city treasurer shall deliver to the city council, within 45 days after the close of each fiscal quarter, a written report for the funds described in subsection (a) setting forth holdings, market value, credit quality, duration, performance versus appropriate benchmarks, cash flows, fees and expenses, and a certification of compliance with this subsection (g) and with the applicable investment policies. Any instances of noncompliance shall be disclosed with a remediation plan and timeline.

(D) Investment Policies and Benchmarks. The city treasurer shall adopt and maintain written investment policies for the funds described in subsection (a), including risk limits, permitted investments, diversification, liquidity, benchmark selection, and procedures for monitoring and reporting compliance. The city council or a council-designated subcommittee shall review such policies at least annually.

(E) Independent Custody and Reconciliations. All securities and cash for the funds described in subsection (a) shall be held by an independent third-party custodian in the name of the city, with annual custodial statements delivered directly to the City's independent auditor. The city treasurer shall perform monthly reconciliations to the custodian and bank records and retain evidence of such reconciliations.

(F) Disbursement Controls. All disbursements from the funds described in subsection (a) shall require authorization in accordance with written procedures approved by city council. Commingling with other city monies is prohibited, except to the extent necessary for pooled cash management where separate accounting and daily unitization are maintained.

(G) Service-Provider Control Reports. The city treasurer shall obtain and annually review Service Organization Control (SOC 1 Type II or equivalent) reports, if available, from the custodian and any investment managers or recordkeepers for the funds described in subsection (a), evaluate user-control considerations, and document the Treasurer's assessment and any remediation steps.

(H) Corrective Action and Status Reporting. Within 60 days of any audit finding or management letter comment, the city treasurer shall submit to the city council or its audit committee a written corrective-action plan with milestones and shall provide quarterly status updates until remediation is complete.

(I) Transparency. The annual independent audit reports, quarterly reports, investment policies, and any corrective-action plans for the funds described in subsection (a) shall be annually reviewed and approved by city council.

(J) Triggers for Special Examinations. In addition to the annual audit, the city council or its audit committee may direct a special examination or agreed-upon procedures review upon the occurrence of any of the following: (i) a material control deficiency or noncompliance disclosed in quarterly reporting or an audit; (ii) a realized loss exceeding a threshold established by council policy; (iii) a change in custodian or investment manager; (iv) any failure of the insurer(s) providing annuities referenced in subsection (f) to perform; or (v) any other circumstance deemed appropriate by the city council.

(K) Bonding and Insurance. The city treasurer and any employee with authority over the funds described in subsection (a) may be covered by fidelity bonds and applicable professional liability insurance in amounts and on terms as may be approved by the city council or a council-designated subcommittee.

(L) The funds described in subsection (a) shall be used to pay for all costs incurred by the city treasurer under subsection (g), including, without limitation, costs of actuarial services, professional advisors, specialized legal counsel, trust or custodial services, and related administrative expenses. No costs of administering or using the Surplus Fund may be charged to the funds described in subsection (a).

Section 4. Section 404 is hereby added to the Sacramento City Charter to read as follows:

§ 404 Validation

The City of Sacramento, or any other person, may bring an action to determine the validity of the Sacramento City Employees' Retirement System Termination Act pursuant to Chapter 9 (commencing with Section 860) of Title 10 of Part 2 of the California Code of Civil Procedure.

Section 5: Effective Date.

This Act shall take effect as provided in California Government Code sections 34459 and 34460.

Section 6: Severability.

The provisions of this Act, including any portion, section, subsection, paragraph, subparagraph, sentence, clause, or word, are severable. If any provision of this Act or its application is held to be invalid, that invalidity shall not affect other provisions or applications that can be given effect without the invalid provision or application.

City of Sacramento
City Council - 5PM Report
915 I Street Sacramento, CA 95814
www.cityofsacramento.org

File ID: 2026-01315 7/21/2026

November 3, 2026 Municipal Election - Call and Give Notice of the Submittal to the Voters a Question Relating to the Sacramento City Employees' Retirement System Termination Act

File ID: 2026-01315

Location: Citywide

Recommendation: Adopt a **Resolution** calling and giving notice of the submittal to the voters a question relating to the Sacramento City Employees' Retirement System (SCERS) Termination Act.

Contact: Mindy Cuppy, City Clerk, (916) 808-5442, mcuppy@cityofsacramento.org, Office of the City Clerk

Presenter: Mindy Cuppy, City Clerk, (916) 808-5442, mcuppy@cityofsacramento.org, Office of the City Clerk

Attachments:
1-Description/Analysis
2-Resolution Calling and Giving Notice of the Placement of One Measure on the Ballot
3-Exhibit A: Sacramento City Employees' Retirement System Termination Act

Description/Analysis
Issue Detail: In accordance with the Sacramento City Charter § 152, regular city municipal elections shall be held on the same date as the California statewide elections. In accordance with California Elections Code § 9222, the council must adopt a resolution to place a measure on the ballot.

Policy Considerations: The actions outlined in this report are in accordance with Sacramento City Code, Sacramento City Charter, and California Elections Code.

Economic Impacts: Not applicable.

Environmental Considerations:
California Environmental Quality Act (CEQA): The proposed action is not a project under CEQA because it is an organizational or administrative activity that will not result in direct or indirect physical changes in the environment. (CEQA Guidelines §15378(b)(5).)

Sustainability: Not applicable.

Commission/Committee Action: Not applicable.

Rationale for Recommendation: The recommendations are consistent with standard practice, Sacramento City Code, Sacramento City Charter, and California Elections Code.

Financial Considerations: The estimated cost of an election for this ballot measure is $421,714. This estimate includes four printed pages pertaining to the measure, the cost will increase if additional pages are needed. There is sufficient funding in the elections budget to cover the cost for this ballot measure.

Local Business Enterprise (LBE): Not applicable.

RESOLUTION NO.

Adopted by the Sacramento City Council

Date Adopted

Calling for and Giving Notice of the Submittal to the Voters a Question Relating to Sacramento City Employees' Retirement System Termination Act (Charter Amendment) to be Included in the Municipal Election on November 3, 2026

BACKGROUND

A. On July___, 2026, the Sacramento City Council adopted Resolution 2026-XXXX,approving Charter amendment ballot language regarding the Sacramento City Employees' Retirement System (SCERS) Termination Act, for placement on the November 3, 2026, general municipal election ballot.

B. On July ___,2026, the City Council adopted Resolution 2026-XXXX calling for, giving notice of, and consolidating a municipal election to be held in conjunction with the statewide election to be held on November 3, 2026 for the purpose of proposing ballot measure(s).

C. The City Council desires to submit this measure to the voters at the November 3, 2026 municipal election.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

SECTION 1.

The City Council hereby orders that the following question be submitted to the voters in the City of Sacramento, California on November 3, 2026:

Measure __ - Sacramento City Employees' Retirement System Termination Act:

"Shall the measure amending the City of Sacramento Charter – to provide a mechanism to terminate the Sacramento City Employees' Retirement System (SCERS) when conditions are met; ensure that the City of Sacramento's obligations to remaining members, surviving spouses, and other beneficiaries are fulfilled; with any surplus funds remaining after termination to be used to establish or contribute to a housing revolving loan fund and to finance affordable housing and market-rate housing with affordable financing components – be adopted?"	YES
	NO

SECTION 2.

That the proposed complete text of the measure to be submitted to the voters is attached as Exhibit A.

SECTION 3.

That the vote requirement for the measure to pass is a majority of the votes cast.

SECTION 4.

That the ballots to be used at the election shall be in the form and content as required by law.

<u>SECTION 5.</u>

That the vote center locations and hours of operations, ballot drop box locations and hours of operations, vote-by-mail procedures and timing, the election officers, and all other persons and procedures for the general municipal election shall be the same as those utilized by the County of Sacramento and in compliance with the California Elections Code (Elections Code). In addition, the polls/vote centers for the election shall be open at seven o'clock a.m. of the day of the election and shall remain open continuously from that time until eight o'clock p.m. of the same day when the polls shall be closed, pursuant to Election Code § 10242, except as otherwise provided in Elections Code § 14401.

<u>SECTION 6.</u>

That in all particulars not recited in this resolution, the election shall be held and conducted as provided by law for holding municipal elections.

<u>SECTION 7.</u>

That notice of the time and place of holding the election is hereby given and the City Clerk is hereby authorized, instructed and directed to give further or additional notice of the election, in the time, form, and manner required by law.

TABLE OF CONTENTS:

Sacramento City Charter Amendment Regarding the Sacramento City Employees Retirement System (SCERS)

Section 1. Title, Findings, and Purpose.

A. Title.

This charter amendment is titled and may be cited as the “Sacramento City Employees’ Retirement System Termination Act” (hereinafter, the “Act”).

B. Findings.

1. The Sacramento City Employees’ Retirement System (“SCERS”) is a defined benefit pension plan described in article XVII of the City of Sacramento Charter (“City Charter”) and chapter 2.124 of the Sacramento City Code, which was enacted to implement article XVII of the City Charter. SCERS has been closed to new members since 1977.

2. At present, only one person covered by SCERS remains employed by the City of Sacramento.

3. As of July 31, 2025, there were 706 members, surviving spouses, and other beneficiaries receiving benefits from SCERS, with an average age of 81.8 years. There are also up to two vested, terminated members who have not yet begun receiving benefits.

4. Currently, SCERS assets exceed 100% of the actuarially determined liabilities for members, surviving spouses, and other beneficiaries. As the number of members, surviving spouses, and other beneficiaries declines over time, that funding percentage is expected to increase.

5. At some future time, there will be sufficient funds in SCERS to purchase an annuity policy (or policies) to fully secure and replicate all accrued benefits owed to members, surviving spouses, and other beneficiaries in perpetuity. At that point, there will be no ongoing need to maintain SCERS, and the administrative needs and costs associated with managing its remaining funds will decrease. It will then be efficient to commence the termination of SCERS and address any surplus funds.

6. The City Charter currently contains no mechanism to terminate SCERS or to address any surplus funds remaining after all accrued benefits have been fully paid or secured.

7. This Act creates a City Charter mechanism to terminate SCERS when conditions are met; ensures that the City of Sacramento’s obligations to remaining members, surviving spouses, and other beneficiaries are fulfilled; and provides direction regarding the handling of any surplus remaining after termination.

C. Purpose and Effect.

As the member, surviving spouse, and other beneficiary population declines, SCERS assets may continue to grow beyond the amounts necessary to pay all accrued benefits. Under the current City Charter, there is no mechanism to terminate SCERS or to address any surplus funds.

This Act creates a mechanism for SCERS termination in the City Charter. Voter approval of this Act does not, by itself, terminate SCERS; rather, termination may occur only after the city council makes the requisite findings and adopts the resolution of termination required by this Act. Prior to bringing the resolution of termination to the city council, a plan for the wind-down of SCERS operations shall be developed with city staff and, as appropriate, the SCERS board, including as part of the accounting required under section 402(c) of the City Charter. The development and completion of the wind-down plan shall be a condition precedent to the city council's adoption of the resolution of termination described in section 402 of the City Charter.

No transfer of surplus funds out of SCERS will occur until the city council has adopted the resolution of termination described in section 402 and all accrued benefits, reasonable plan wind-down expenses, and administration expenses have been fully paid or secured on an actuarially conservative basis appropriate for plan termination, consistent with fiduciary duties and the exclusive benefit rule described in United States Internal Revenue Code section 401(a)(2).

Upon adoption of the resolution of termination, the current provisions in the City Charter governing SCERS (other than the termination provisions established by this Act) will be repealed, and the City Code provisions related to SCERS will be repealed.

Section 2. Section 402 is hereby added to the Sacramento City Charter to read as follows:

§ 402. Resolution of Findings Supporting Termination of SCERS.

The city council may adopt a resolution of termination making the following findings:

(a) There are no longer any SCERS members who are employed by the City of Sacramento;

(b) The City of Sacramento, acting through the board in its fiduciary capacity, has purchased an annuity policy (or policies) from an insurance company or companies with an appropriate financial strength rating, following a prudent, competitive process designed to obtain the safest available annuity under the circumstances, unless the board determines that a different approach is in the best interests of SCERS members, surviving spouses, and other beneficiaries. The annuity purchase, together with any reserves retained in SCERS, must fully secure, on an actuarially conservative basis appropriate for plan termination, all accrued benefits of all remaining members, surviving spouses, and other beneficiaries of SCERS; and

(c) An accounting has been completed of all remaining funds in SCERS, and the accounting is supported by a written report of the SCERS actuary addressing termination-basis liabilities, annuity purchase sufficiency, and wind-down costs; by a written report of the SCERS board documenting its fiduciary analysis; and by an opinion of tax counsel that any proposed transfer of surplus funds complies with applicable federal exclusive benefit requirements for governmental plans. The accounting shall identify the following:

(1) The amount needed to pay administrative costs to wind down SCERS operations;

(2) The amount of any funds needed, as determined on an actuarially conservative basis, to confirm that the annuity policy (or policies) purchased under subsection (b), together with any reserves retained in SCERS, fully secures all accrued benefits of all remaining members, surviving spouses, and other beneficiaries of SCERS;

(3) A reasonable contingency reserve, if any, determined on an actuarially conservative basis, to address unanticipated benefit administration or annuity transition costs, including the continued payment of benefits to any vested and terminated members who have not begun receiving benefits and were not included in the annuity policy (or policies); and

(4) The amount of any funds that are not included in (1) through (3), or that were previously included in (1) through (3) but are no longer needed for the purposes described therein, which shall be deemed surplus funds.

The resolution of termination must be adopted at a public hearing, notice of which shall be published in a newspaper published within the City designated by the council as the official newspaper of the City no fewer than seven days before the date of such hearing and shall include the time and place of the hearing and a statement that testimony from all interested persons for or against the proposed action will be heard. The resolution adopted under this section shall be effective immediately upon adoption.

Section 3. Section 403 is hereby added to the Sacramento City Charter to read as follows:

§ 403 Effects of City Council's Adoption of a Resolution of Facts Supporting Termination of SCERS

Upon the city council's adoption of the resolution of termination, the following shall occur:

(a) All funds identified under section 402(c)(1), (2), and (3) shall remain in the SCERS fund and shall be used to complete the wind-down of SCERS operations, administer any remaining benefit obligations not covered by the annuity policy (or policies) purchased under section 402(b), and maintain the contingency reserve described in section 402(c)(3). Funds described in this subsection (a) shall be held and administered solely for the purposes described in this subsection (a), consistent with fiduciary duties and the exclusive benefit rule described in United States Internal Revenue Code section 401(a)(2).

(b) All surplus funds identified under section 402(c)(4) shall, within 30 days after adoption of the resolution of termination, be transferred to a new fund under the city's control ("Surplus Fund"). Amounts in the Surplus Fund are no longer assets of SCERS and shall be used only for the following public purpose**:** to establish or contribute to a housing revolving loan fund and to finance affordable housing and market-rate housing with affordable financing components.

(c) Except for sections 402, 403, and 404, all provisions of article XVII of the City Charter are repealed; provided, however, that the procedures therein at the time of repeal shall be used as necessary to determine accrued benefits of any remaining members, surviving spouses, and other beneficiaries if the insurance company or companies from which the annuity was purchased fails to perform;

(d) Chapter 2.124 of the Sacramento City Code is repealed; provided, however, that the procedures therein at the time of repeal shall be used as necessary to determine accrued benefits of any remaining members, surviving spouses, and other beneficiaries if the insurance company or companies from which the annuity was purchased fails to perform;

(e) All resolutions, policies, and procedures directly related to SCERS or the board are rescinded;

(f) In the unlikely event an insurance company from which the city purchased an annuity fails to timely pay benefits as and when due under the contract (including due to insolvency, rehabilitation, receivership, or liquidation), the city shall remain liable to any remaining members, surviving spouses, and other beneficiaries for the payment of accrued benefits when due. The city's obligation under this subsection is limited to the payment of accrued benefits as determined on a termination basis under section 402 and shall be reduced by any amounts payable from a state guaranty association or other recoveries. The city shall be subrogated to, and may require assignment of, the payee's rights against the insurer, any guaranty association, and any other responsible party. The city may establish reasonable procedures to coordinate such payments and recoveries to avoid duplication and ensure continuity of benefit payments to SCERS members, surviving spouses, and other beneficiaries.

(g) Funds; Audits, Reporting, and Controls.

(1) Subsection (a) Funds. The city treasurer shall have exclusive control of the administration, management, and investment of the funds described in

subsection (a). The city treasurer shall act as a fiduciary for SCERS members, surviving spouses, and other beneficiaries and shall manage those funds in accordance with the prudent investor standard and other applicable law.

(2) Surplus Fund. Monies transferred to the Surplus Fund under subsection (b) are no longer assets of SCERS and are not subject to the fiduciary duties owed to SCERS members, surviving spouses, and other beneficiaries. The Surplus Fund shall be held in a separate accounting fund and shall not be commingled with the city's general fund. The city treasurer shall manage and invest Surplus Fund monies in accordance with California Government Code section 53601 and the city's standard investment policies applicable to city funds.

(3) Audits, Reporting, and Controls. The funds described in subsection (g)(1) are subject to the following requirements:

(A) Independent Audits and Access. The funds described in subsection (a) shall be subject to an annual independent financial and compliance audit performed in accordance with generally accepted government auditing standards. The independent auditor shall be engaged by, and report directly to, the city council or its audit committee, and shall have unrestricted access to all records, service-provider agreements, custodial statements, systems, and personnel necessary to perform the audit.

(B) Scope of Audit Opinion and Compliance Testing. The annual audit described in subsection (A) above shall include: (i) an opinion on the fair presentation of the financial statements for the funds described in subsection (a); (ii) compliance testing and an opinion or report on compliance with this subsection (g), including the prudent investor standard, segregation of assets, and prohibited commingling; and (iii) an evaluation of internal controls over financial reporting and safeguarding of assets, including disbursements, reconciliations, and investment compliance monitoring.

(C) Quarterly Reporting and Certifications. The city treasurer shall deliver to the city council, within 45 days after the close of each fiscal quarter, a written report for the funds described in subsection (a) setting forth holdings, market value, credit quality, duration, performance versus appropriate benchmarks, cash flows, fees and expenses, and a certification of compliance with this subsection (g) and with the applicable investment policies. Any instances of noncompliance shall be disclosed with a remediation plan and timeline.

(D) Investment Policies and Benchmarks. The city treasurer shall adopt and maintain written investment policies for the funds described in subsection (a), including risk limits, permitted investments, diversification, liquidity, benchmark selection, and procedures for monitoring and reporting compliance. The city council or a council-designated subcommittee shall review such policies at least annually.

(E) Independent Custody and Reconciliations. All securities and cash for the funds described in subsection (a) shall be held by an independent third-party custodian in the name of the city, with annual custodial statements delivered directly to the City's independent auditor. The city treasurer shall perform monthly reconciliations to the custodian and bank records and retain evidence of such reconciliations.

(F) Disbursement Controls. All disbursements from the funds described in subsection (a) shall require authorization in accordance with written procedures approved by city council. Commingling with other city monies is prohibited, except to the extent necessary for pooled cash management where separate accounting and daily unitization are maintained.

(G) Service-Provider Control Reports. The city treasurer shall obtain and annually review Service Organization Control (SOC 1 Type II or equivalent) reports, if available, from the custodian and any investment managers or recordkeepers for the funds described in subsection (a), evaluate user-control considerations, and document the Treasurer's assessment and any remediation steps.

(H) Corrective Action and Status Reporting. Within 60 days of any audit finding or management letter comment, the city treasurer shall submit to the city council or its audit committee a written corrective-action plan with milestones and shall provide quarterly status updates until remediation is complete.

(I) Transparency. The annual independent audit reports, quarterly reports, investment policies, and any corrective-action plans for the funds described in subsection (a) shall be annually reviewed and approved by city council.

(J) Triggers for Special Examinations. In addition to the annual audit, the city council or its audit committee may direct a special examination or agreed-upon procedures review upon the occurrence of any of the following: (i) a material control deficiency or noncompliance disclosed in quarterly reporting or an audit; (ii) a realized loss exceeding a threshold established by council policy; (iii) a change in custodian or investment manager; (iv) any failure of the insurer(s) providing annuities referenced in subsection (f) to perform; or (v) any other circumstance deemed appropriate by the city council.

(K) Bonding and Insurance. The city treasurer and any employee with authority over the funds described in subsection (a) may be covered by fidelity bonds and applicable professional liability insurance in amounts and on terms as may be approved by the city council or a council-designated subcommittee.

(L) The funds described in subsection (a) shall be used to pay for all costs incurred by the city treasurer under subsection (g), including, without limitation, costs of actuarial services, professional advisors, specialized legal counsel, trust or custodial services, and related administrative expenses. No costs of administering or using the Surplus Fund may be charged to the funds described in subsection (a).

Section 4. Section 404 is hereby added to the Sacramento City Charter to read as follows:

§ 404 Validation

The City of Sacramento, or any other person, may bring an action to determine the validity of the Sacramento City Employees' Retirement System Termination Act pursuant to Chapter 9 (commencing with Section 860) of Title 10 of Part 2 of the California Code of Civil Procedure.

Section 5: Effective Date.

This Act shall take effect as provided in California Government Code sections 34459 and 34460.

Section 6: Severability.

The provisions of this Act, including any portion, section, subsection, paragraph, subparagraph, sentence, clause, or word, are severable. If any provision of this Act or its application is held to be invalid, that invalidity shall not affect other provisions or applications that can be given effect without the invalid provision or application.

File ID: 2026-01316 7/21/2026

November 3, 2026 Municipal Election - Call for Impartial Analysis and Selection of Argument Authors for One Measure: Sacramento City Employees' Retirement System Termination Act (Charter Amendment)

File ID: 2026-01316

Location: Citywide

Recommendation: Adopt: 1) a **Resolution** directing the preparation of an impartial analysis for the Sacramento City Employees' Retirement System Termination Act, for inclusion in the November 3, 2026 Municipal Election official ballot; and 2) a **Resolution** authorizing members of the City Council to author arguments for the Sacramento City Employees' Retirement System Termination Act, that will be presented to the voters in the November 3, 2026 Municipal Election Voter Information Guide.

Contact: Mindy Cuppy, City Clerk, (916) 808-5442, mcuppy@cityofsacramento.org, Office of the City Clerk

Presenter: Mindy Cuppy, City Clerk, (916) 808-5442, mcuppy@cityofsacramento.org, Office of the City Clerk

Attachments:
1-Description/Analysis
2-Resolution Directing the Preparation of an Impartial Analysis of Measure
3-Resolution Authorizing City Councilmembers to Author Arguments

Description/Analysis
Issue Detail: On July __, 2026, the City Council adopted a resolution calling for the holding of a municipal election on November 3, 2026. In accordance with the Sacramento City Charter Section 152, regular city elections are to be consolidated with statewide elections. In accordance with California Elections Code section 9222, the council must adopt a resolution to place a measure on the ballot.

As provided in the California Elections Code section 9280, for any measure approved for placement on the ballot by the City Council, the City Council may direct the City Clerk to transmit a copy of the measure to the City Attorney for preparation of an impartial analysis of the measure. The analysis is for the purpose of showing the effects of the measure on existing law and the operation of the measure. The analysis shall be printed in the official Voter Information Guide preceding the arguments and shall not exceed 500 words. **The impartial analysis is due in the Office of the City Clerk no later than July 31, 2026, at 5:00 p.m.** An impartial analysis will provide both the City of Sacramento and the voters of the city with impartial information regarding the measure.

To secure its position in the selection of ballot arguments for the Sacramento City Employees' Retirement System Termination Act, in the event the City Clerk receives more than one argument in support or opposition of the measure, the City Council may select who will author and file the ballot argument(s) on the City Council's behalf. This action will ensure that the City Council's argument(s) have priority selection for printing in the official Voter Information Guide pursuant to the selection criteria in California Elections Code section 9287. If the City Council, or authorized member(s), do not submit an argument for a City Council measure, any individual voter who is eligible to vote on the measure, or bona fide association of citizens, or any combination of voters and associations, may submit an argument in support of or opposition to any measure.

Up to five authors' names will be printed with the argument. If the City Council, as a body, chooses to submit an argument, at least one of the Councilmembers should be designated as an author.

If more than one argument is received for a given position, the City Clerk will follow the selection criteria outlined in the Sacramento City Code section 1.16.070, which provides for the following author priority: he city council, or any council member(s) authorized by the city council, or charter officer, or department director, or any individual eligible to vote on the measure, or bona fide association of citizens, or any combination of voters and associations.

Prior to an election, the City shall adopt a resolution that establishes regulations for the preparation of ballot arguments. **The primary arguments are due in the Office of the City Clerk no later than 5:00 p.m. on July 31, 2026**. Both supporting and opposing arguments must be received in order for a rebuttal argument to be submitted. If arguments, both supporting and opposing the measure, are appropriately received, each side will be given the opportunity to provide a written rebuttal. **The rebuttal arguments are due in the Office of the City Clerk no later than 5:00 p.m. on August 10, 2026.**

Policy Considerations: The actions outlined in this report are in accordance with the Sacramento City Code, Sacramento City Charter, and the California Elections Code.

Economic Impacts: None.

Environmental Considerations:
California Environmental Quality Act (CEQA): The proposed action is not a project under CEQA because it is an organizational or administrative activity that will not result in direct or indirect physical changes in the environment. (CEQA Guidelines §15378(b)(5).)

Sustainability: Not applicable.

Commission/Committee Action: Not applicable.

Rationale for Recommendation: The recommendations are consistent with standard practice, the Sacramento City Code, and the California Elections Code.

Financial Considerations: None.

Local Business Enterprise (LBE): Not applicable.

RESOLUTION NO. 202X-XXXX

Adopted by the Sacramento City Council

Month XX, 202X

Directing the City Attorney to Prepare an Impartial Analysis of the Charter Amendment Regarding Sacramento City Employees' Retirement System Termination Act, Approved by the City Council to be Submitted to the Voters at the Municipal Election to be Held on November 3, 2026

BACKGROUND

A. On July ___, 2026, the City Council adopted Resolution 202X-XXXX, known as the Sacramento City Employees' Retirement System Termination Act, which charter amendment is subject to approval by the voters.

B. On July ___, 2026, the City Council adopted Resolution 202X-XXXX approving for placement on the November 3, 2026 ballot a question pertaining to the Sacramento City Employees' Retirement System Termination Act.

C. The City of Sacramento desires to have an impartial analysis of the measure.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

SECTION 1.

The City Council hereby directs the City Attorney to prepare an impartial analysis of the measure pertaining to the Sacramento City Employees' Retirement System Termination Act, showing the measure's effect on existing law and its operation. The impartial analysis is not to exceed 500 words, and the City Attorney shall file it with the City Clerk no later than July 31, 2026, at 5:00 p.m.

SECTION 2.

The City Clerk is hereby directed to cause the impartial analysis to be printed in the official voter information guide for the November 3, 2026, Municipal Election.

SECTION 3.

That the City Clerk is hereby directed to file a certified copy of this resolution with the Sacramento County Board of Supervisors and the Sacramento County Office of Voter Registration and Elections.

RESOLUTION NO. 202X-XXXX

Adopted by the Sacramento City Council

Month XX, 202X

Authorizing the City Council or Members of the City Council to Submit Written Argument(s) for the Charter Amendment Regarding the Sacramento City Employees' Retirement System Termination Act, Approved by the City Council to be Submitted to the Voters at the Municipal Election to be Held on November 3, 2026

BACKGROUND

A. On July ___, 2026, the City Council adopted Resolution 202X-XXXX, known as the Sacramento City Employees' Retirement System Termination Act, which charter amendment is subject to approval by the voters.

B. On July ___, 2026, the City Council adopted Resolution 202X-XXXX approving for placement on the November 3, 2026 ballot a question pertaining to the Sacramento City Employees' Retirement System Termination Act.

C. The City Council desires to submit argument(s) for the measure.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

<u>SECTION 1</u>.

Argument for/support:

The City Council hereby authorizes the following members, on behalf of the Council, to file a written argument in favor/in support of the ballot measure/charter amendment pertaining to the Sacramento City Employees' Retirement System Termination Act:

Name(s): ________________________________
Name(s): ________________________________
Name(s): ________________________________
Name(s): ________________________________
Name(s): ________________________________

SECTION 2.

Argument against/opposing:

The City Council hereby authorizes the following members, on behalf of the Council, to file a written argument against/in opposition of the ballot measure/charter amendment pertaining to the Sacramento City Employees' Retirement System Termination Act:

Name(s): ______________________________
Name(s): ______________________________
Name(s): ______________________________
Name(s): ______________________________
Name(s): ______________________________

SECTION 3.

The arguments shall be prepared in accordance with the California Elections Code and the resolution pertaining to the regulations of ballot arguments (Resolution 202X-XXXX).

SECTION 4.

The primary arguments are due in the Office of the City Clerk no later than 5:00 p.m. on July 31, 2026. If arguments, both in support and in opposition, are appropriately received, each side will be given the opportunity to provide a written rebuttal. The rebuttal arguments are due in the Office of the City Clerk no later than 5:00 p.m. on August 10, 2026.