

Santa Rosa Increased Pension Cost Due to 2004 Increase

Santa Rosa Increased Pension Cost Due to 2004 Increase						Actual	Actual	% of Cost
Year	Payroll	Additional Percent	Additional Cost	Pension Bond Debt Service	Total Cost Impact of Increase	Pension Cost	Cost With Bond Debt	Attributed to Increase
2002	\$78,672,000					\$2,602,000		
2003	\$81,032,160					\$3,911,000		
2004	\$83,463,125	11.0%	\$9,180,944	\$1,320,000	\$10,500,944	\$7,500,000	\$8,820,000	119.06%
2005	\$85,967,019	11.0%	\$9,456,372	\$5,208,000	\$14,664,372	\$11,541,000	\$16,749,000	87.55%
2006	\$88,546,029	11.0%	\$9,740,063	\$4,117,000	\$13,857,063	\$16,573,000	\$20,690,000	66.97%
2007	\$91,202,410	11.0%	\$10,032,265	\$4,375,000	\$14,407,265	\$15,083,000	\$19,458,000	74.04%
2008	\$93,938,482	11.0%	\$10,333,233	\$4,375,000	\$14,708,233	\$17,532,000	\$21,907,000	67.14%
2009	\$96,756,637	11.0%	\$10,643,230	\$4,171,977	\$14,815,207	\$18,483,000	\$22,654,977	65.39%
2010	\$99,659,336	11.0%	\$10,962,527	\$2,970,000	\$13,932,527	\$19,364,000	\$22,334,000	62.38%
2011	\$102,649,116	11.0%	\$11,291,403	\$3,173,000	\$14,464,403	\$19,203,000	\$22,376,000	64.64%
2012	\$105,728,589	11.0%	\$11,630,145	\$3,112,000	\$14,742,145	\$23,618,000	\$26,730,000	55.15%
2013	\$108,900,447	11.0%	\$11,979,049	\$6,953,000	\$18,932,049	\$23,958,000	\$30,911,000	61.25%
2014	\$112,167,460	11.0%	\$12,338,421	\$4,157,791	\$16,496,212	\$25,885,000	\$30,042,791	54.91%
2015	\$115,532,484	11.0%	\$12,708,573	\$3,755,154	\$16,463,727	\$21,678,984	\$25,434,138	64.73%
2016	\$118,998,459	11.0%	\$13,089,830	\$3,775,293	\$16,865,123	\$24,827,504	\$28,602,797	58.96%
2017	\$122,568,413	11.0%	\$13,482,525	\$3,774,375	\$17,256,900	\$25,926,541	\$29,700,916	58.10%
2018	\$126,245,465	11.0%	\$13,887,001	\$3,780,778	\$17,667,779	\$30,686,450	\$34,467,228	51.26%
2019	\$130,032,829	11.0%	\$14,303,611	\$3,787,462	\$18,091,073	\$34,765,409	\$38,552,871	46.93%
2020	\$133,933,814	11.0%	\$14,732,720	\$3,797,009	\$18,529,729	\$39,042,945	\$42,839,954	43.25%
2021	\$137,951,828	11.0%	\$15,174,701	\$3,801,491	\$18,976,192	\$41,914,644	\$45,716,135	41.51%
2022	\$142,090,383	11.0%	\$15,629,942	\$3,813,524	\$19,443,466	\$45,056,480	\$48,870,004	39.79%
2023	\$146,353,095	11.0%	\$16,098,840	\$3,828,637	\$19,927,477	\$47,498,372	\$51,327,009	38.82%
2024	\$150,743,687	11.0%	\$16,581,806	\$3,829,541	\$20,411,347			
2025	\$155,265,998	11.0%	\$17,079,260		\$17,079,260			
2026	\$159,923,978	11.0%	\$17,591,638		\$17,591,638			
2027	\$164,721,697	11.0%	\$18,119,387		\$18,119,387			
2028	\$169,663,348	11.0%	\$18,662,968		\$18,662,968			
2029	\$174,753,249	11.0%	\$19,222,857		\$19,222,857			
2030	\$179,995,846	11.0%	\$19,799,543		\$19,799,543			
2031	\$185,395,721	11.0%	\$20,393,529		\$20,393,529			
2032	\$190,957,593	11.0%	\$21,005,335		\$21,005,335			
2033	\$196,686,321	11.0%	\$21,635,495		\$21,635,495			
2034	\$202,586,911	11.0%	\$22,284,560		\$22,284,560			
2035	\$208,664,518	11.0%	\$22,953,097		\$22,953,097			
2036	\$214,924,453	11.0%	\$23,641,690		\$23,641,690			
2037	\$221,372,187	11.0%	\$24,350,941		\$24,350,941			
2038	\$228,013,353	11.0%	\$25,081,469		\$25,081,469			
2039	\$234,853,753	11.0%	\$25,833,913		\$25,833,913			
Total	\$5,440,912,193		\$580,932,884	\$81,876,032	\$662,808,916			

CalPERS assumed a 3% COLA on the 2002 and beyond payroll so that is what I used.

\$53 million worth of Pension Obligation Bonds were issued to pay the past (retroactive) cost of the increase in 2004.

Cost of increase going forward estimated to be 9.9% for Misc. and 13.27 for Safety. Pg 2 of Letter of Intent August 6, 2002.

So the combined additional rate is 11%. This increase will cost the City taxpayers \$663 million over 35 years.