RESOLUTION NO. 5, 2017
CITY OF PARK HILLS, KENTUCKY

WHEREAS, The City of Park Hills has employees invested in the County Employees Retirement System;

WHEREAS, the County Employees Retirement System is currently funded at 62 percent, a higher funded ratio than it was prior to passage of SB2;

WHEREAS, the Kentucky Employees Retirement System is the worst funded system in the U.S. and was noted by R.V. Kuhns, Inc. as being set to undergo financial hurdles of "persistent funding shortfalls, elevated contribution levels, unsustainable payout ratios and in the worst-case scenario, the potential for the complete depletion of the asset base";

WHEREAS, total assets of the County Employees Retirement System are about $12 billion, 73 percent of the total Kentucky Retirement Systems' assets;

WHEREAS, administrative costs for the Kentucky Retirement Systems have increased 245 percent since 2000, and the County Employees Retirement System pays 63 percent of those costs;

WHEREAS, separation of the County Employees Retirement System would result in the creation of a new nine-member board whose sole responsibility would be the management of the County Employees Retirement System;

WHEREAS, the current 17-member Kentucky Retirement Systems Board of Trustees has only six seats for County Employees Retirement System representatives, and the Kentucky Retirement Systems Board of Trustees Investment Committee has no representative from the County Employees Retirement System;

WHEREAS, separation of the County Employees Retirement System from the Kentucky Retirement Systems would mean local control of local pensions and would ensure the needs of the County Employees Retirement System are met so it can continue its current path of growth for years to come;
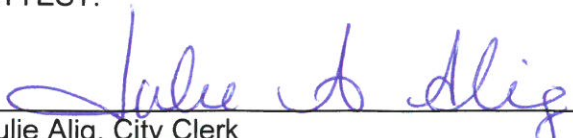
NOW, THEREFORE, BE IT RESOLVED That the Council of the City of Park Hills supports the separation of the County Employees Retirement System from the Kentucky Retirement Systems.

Approved by Council this _14_ day of _August_, 2017

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Matthew Mattone, Mayor

ATTEST:

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Julie Alig, City Clerk