

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
GOLD RIDGE FIRE PROTECTION DISTRICT OF SONOMA
COUNTY ADOPTING A PENSION MANAGEMENT POLICY**

WHEREAS, the Board of Directors (the “Board”) of the Gold Ridge Fire Protection District (the “District”) is obligated by the Public Employees’ Retirement Law, commencing with Section 20000 of the Government Code of the State of California, as amended (the “Retirement Law”), to make payments to the California Public Employees’ Retirement System (“CalPERS”) relating to pension benefits accruing to current and former District employees who are CalPERS members, including retired employees (the “CalPERS Obligations”); and

WHEREAS, the District currently has an unfunded accrued liability (the “UAL”) in respect of the CalPERS Obligations; and

WHEREAS, the CalPERS Obligations, including the UAL, and all other aspects of the pension plan arrangements between CalPERS and the District, is evidenced by a contract or contracts with CalPERS with respect to public safety and miscellaneous employees of the District, as heretofore and hereafter amended from time to time (collectively, the “Pension Plans”); and

WHEREAS, the District is in the process of considering certain financing strategies, including the possible issuance of municipal obligations, that could generate funds to pay off a certain portion of the District’s current estimated UAL owed to CalPERS; and

WHEREAS, CalPERS provides the District with new actuarial valuations on an annual basis that calculates the District’s total pension liability as of the new valuation date; and

WHEREAS, each year it is possible that the District will incur new UAL costs if the District’s market value of plan assets are not equivalent to the actuarially determined liability amounts; and

WHEREAS, the District desires to establish a framework for funding new UAL costs that may arise in the future with the objective of funding the Pension Plans at certain targeted funded status levels whenever possible; and

WHEREAS, to facilitate payment of future UAL costs in a timely manner and to reduce the risk that future UAL costs pose to the District’s financial position, the District desires to adopt the Pension Management Policy attached hereto (the “Pension Management Policy”); and

WHEREAS, the Pension Management Policy has been structured to maintain the District’s sound financial position and ensure that all pension funding decisions are structured to protect both current and future taxpayers, ratepayers, employees, and residents of the District.

NOW, THEREFORE BE IT RESOLVED AND ORDERED BY THE BOARD OF DIRECTORS OF THE GOLD RIDGE FIRE PROTECTION DISTRICT THAT:

Section 1. Recitals and Findings. The Board hereby specifically finds and declares that all of the facts set forth in the Recitals of this Resolution are true and correct.

Section 2. Adoption of Pension Management Policy. The Board hereby finds and declares that the Pension Management Policy, attached as Exhibit "A" hereto, is hereby approved and adopted as the official Gold Ridge Fire Protection District Unfunded Accrued Liability Pension Management Policy to be effective February 14, 2024.

Section 3. Authorized Official Actions. The Board President or Fire Chief, and all other officers of the District are hereby authorized and directed, jointly and severally, to do any and all things to effectuate the purposes of this Resolution and to implement and administer the Pension Management Policy.

Section 4. Effective Date. This Resolution shall take effect from and after the date of its passage and adoption.

The foregoing resolution was introduced by Director Lachman who moved its adoption, seconded by Director Tachouet, and adopted by THE BOARD OF DIRECTORS, at a regular meeting thereof, held on the 14th day of February, 2024, by the following roll call vote:

DIRECTORS: Gloeckner ab., Carinalli aye, Tachouet aye
Petrucci aye, Lachman aye, Warburg aye, Gambonini aye

AYES: 6 NOES: 0 ABSENT: 1 ABSTAIN: 0

WHEREUPON, the Chairman of the Board of Directors declared the foregoing resolution adopted, and SO ORDERED.

Domènec Carinalli
Chairman of the Board

Kan Jhin
Clerk of the Board