

**PORT OF GALVESTON
REQUEST FOR DISCUSSION AND
TRUSTEES ACTION**

BUSINESS - ITEM

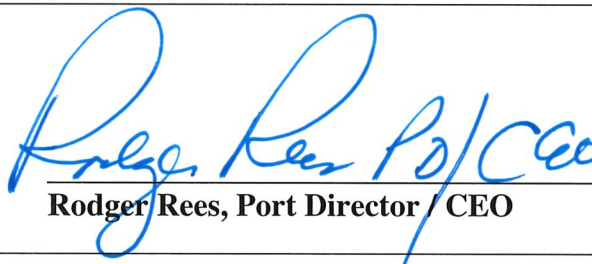
PREPARED BY: Mark Murchison Chief Financial Officer April 27, 2021

SUBJECT: DISCUSS AND CONSIDER 2021 CONTRIBUTION TO THE GALVESTON WHARVES PENSION PLAN

BACKGROUND: Nyhart, the actuary for the Galveston Wharves Pension Plan (the Plan) presented results of the January 1, 2021 Actuarial Valuation Report at the March 30 Wharves Board meeting. Action to approve the 2021 contribution to the Galveston Wharves Pension Plan was deferred to the April Wharves Board meeting.

RECOMMENDATIONS: The Board of Directors is respectfully requested to review the attached information, to listen to the briefing of the Port Director and authorize contributions to the Galveston Wharves Pension Plan Trust in an amount not to exceed \$242,382 to be contributed in monthly installments during the 2021 plan year.

Respectfully Submitted By:



Rodger Rees, Port Director / CEO

DATE ACTION TAKEN: _____

Approved: _____
Disapproved: _____
Deferred To: _____
Incorporated into Minutes: _____

Motion By: _____
Seconded By: _____
Unanimous: Yes _____ No _____
By: _____

PORT OF GALVESTON

Briefing

DISCUSS AND CONSIDER 2021 Contribution to the Galveston Wharves Pension Plan

Background

Nyhart, the actuary for the Galveston Wharves Pension Plan (the Plan) presented results of the January 1, 2021 Actuarial Valuation Report at the March 30 Wharves Board meeting. Action to approve the 2021 contribution to the Galveston Wharves Pension Plan was deferred to the April Wharves Board meeting.

Current Situation

Nyhart completed the review of the Galveston Wharves Pension Plan and Trust activity for 2020 and submitted the Galveston Wharves Pension Plan Actuarial Valuation Report on March 30, 2021 which included a minimum contribution requirement of \$242,382. Based on the proposed Amended 2021 Operating Budget, staff at the Boards direction, will contribute the minimum required contribution in 2021.

Fiscal Impact

Based on Nyhart's reports the total employer minimum Required Contribution for 2021 is \$242,382 as reflected in the proposed Amended 2021 Operating Budget down from the original 2021 budgeted amount of contributions of \$400,000 for a reduction of \$127,618

Staff Recommendation

The Board of Directors is respectfully requested to review the attached information, to listen to the briefing of the Port Director and authorize contributions to the Galveston Wharves Pension Plan Trust in an amount not to exceed \$242,382 to be contributed in monthly installments during the 2021 plan year.