



**Montgomery County, Texas**  
**Office of the County Auditor**  
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Rakesh Pandey, CPA  
County Auditor

Angela H. Blocker  
1<sup>st</sup> Assistant County Auditor

August 3, 2021

TO: Commissioners Court  
FROM: Rakesh Pandey, County Auditor *RP*  
RE: TCDRS Plan Assessment for Plan Year 2022  
FY 2022 Budget - Update

During the FY 2022 Budget Workshops, the commissioners court indicated that the County wished to increase the one-time lump sum that was approved on May 11, 2021 from \$2,000,000 to \$10,000,000. This payment will enable the County to "buy down" the required rate from 12.71% to 12.24%. All funding to come from Fund Balance.

Please consider and approve the slightly higher rate of 12.27%, as calculated by TCDRS, for funding Montgomery County's retirement plan for the upcoming plan year (January 2022 through December 2022). After the 2008 recession, the County elected a higher rate of 12.27% in order to alleviate spikes in funding requirements and to maintain a smooth budgeting trend. This action is a continuation of the County's commitment to the health of the retirement plan.

This rate will be applied to all wages.

Please feel free to call me if you have any questions and/or concerns.

RP/kgd

cc: Krissa Garner-Dolezal, Budget/Financial Reporting Supervisor  
Gina Guy, General Ledger Supervisor  
Amanda Carter, Budget Officer  
Melanie Bush, County Treasurer  
Michael Howard, Director of Risk Management  
Dodi Shaw, Human Resources Director