

**THE COMMITTEE ON BUDGET AND FINANCE  
OF THE CITY COUNCIL OF THE CITY OF SAN DIEGO**

**ACTIONS FOR  
WEDNESDAY, SEPTEMBER 12, 2007, AT 9:00 A.M.**

**COUNCIL COMMITTEE ROOM (12TH FLOOR),  
CITY ADMINISTRATION BUILDING  
202 C STREET, SAN DIEGO, CALIFORNIA**

For information, contact Dale Kelly Bankhead, Council Committee Consultant  
202 C Street, 3rd Floor, San Diego, CA 92101  
Email: Dbankhead@sandiego.gov  
619-236-6166

---

NON-AGENDA PUBLIC COMMENT: None.

COMMITTEE COMMENT: Councilmember Frye noted media reports regarding a presentation by the Chief Financial Officer at a bond-related conference and emphasized that the comments made by the CFO represent city management's opinions, not those of the City Council.

Councilmember Frye noted her continuing requests for information about the City's reserves as well as for the calculations upon which the San Diego City Employees Retirement System (SDCERS) relied when it developed its estimate of the system's unfunded liability in light of IRS limitations on benefits.

CITY ATTORNEY, IBA, AND MAYORAL STAFF COMMENT: None.

ADOPTION AGENDA

Approval of the Record of Action Items for July 25, 2007

**ACTION:** Approved by common consent.

**ITEM-1:** Report from the Independent Budget Analyst regarding PROPOSED AMENDMENTS TO THE STATEMENT OF BUDGETARY PRINCIPLES

(See Independent Budget Analyst's Report No. 07-81)

**ACTION:** Motion by Councilmember Frye, second by Councilmember Madaffer, to recommend that the Independent Budget Analyst's revised recommended Statement of Fiscal Year 2008 Budgetary Principles be forwarded

**ACTIONS**  
**Committee on Budget and Finance**  
**September 12, 2007**

- 2 -

---

to the full City Council with the following changes: The Airport Enterprise Fund and Development Services will be designated as Major Funds. With respect to the Mayor's written notice to the City Council of cumulative cuts to either the General Fund or a Major Fund of 3% or more, the term "as soon as practicable" shall be deleted and replaced with "as part of the Auditor's reports as required by Charter section 39."

VOTE: 4-0; Atkins-yea, Peters-not present, Faulconer-yea, Frye-yea, Madaffer-yea

ITEM- 2: Informational Report from the Chief Financial Officer Regarding MANAGED COMPETITION

(See Report to City Council No. 07-142; Independent Budget Analyst's Report No. 07-82; Managed Competition Guide Version 6.3, dated September 7, 2007; CPI's September 11, 2007, letter; Managed Competition Program Status PowerPoint, dated September 12, 2007)

ACTION: Information only. No action taken. The following request was referred to the Independent Budget Analyst: To compile the questions raised and recommendations made during the committee meeting, to prioritize the issues raised, and to recommend next steps for further Budget Committee discussion at its October 31, 2007 meeting.

ITEM-3: Report from the Chief Financial Officer regarding the RETIREE HEALTH TRUST FUND

(See Health Trust Update PowerPoint, dated September 12, 2007)

ACTION: Information only. No action taken. The question of what the City Council's role with respect to decisions about this Trust Fund was referred to the City Attorney. The Independent Budget Analyst was directed to monitor progress on this issue.

ITEM-4: Report from the Committee Chair regarding the COMMITTEE CALENDAR FOR THE BALANCE OF 2007

(See Schedule of Budget Committee Meetings for September through November 2007)

**ACTIONS**  
**Committee on Budget and Finance**  
**September 12, 2007**  
**- 3 -**

---

ACTION: Information only. No action taken.

Toni Atkins  
Chair