

(0-97-60)

ORDINANCE NUMBER O- 18364 (NEW SERIES)

ADOPTED ON DEC 0 2 1996

AN ORDINANCE AMENDING CHAPTER II, ARTICLE 4, DIVISION 4, OF THE SAN DIEGO MUNICIPAL CODE BY AMENDING SECTION 24.0404 RELATING TO THE ANNUAL SUPPLEMENTAL BENEFIT (13TH CHECK).

WHEREAS, in June 1996, the City Council approved a proposal to make changes to the San Diego City Employees' Retirement System related to (1) retiree health insurance, (2) retirement plan benefits, (3) employer contribution rates, and (4) retirement system reserves; and

WHEREAS, implementation of the proposal remains contingent upon passage of an amendment to the City Charter to specifically authorize the Board of Administration for the San Diego City Employees' Retirement System to administer retiree health insurance; and

WHEREAS, the proposal is contingent upon transfer of retiree health; and

WHEREAS, one of the benefit improvements included in this comprehensive Retirement Proposal is an increase in the

calculation of the Annual Supplemental Benefit (13th Check) for certain older retirees whose benefit has been severely eroded by years of inflation; and

WHEREAS, it is recommended that for Fiscal Year 1997 only employees who retired on or before October 6, 1980, shall have their Annual Supplemental Benefits (13th Checks) increased from thirty dollars (\$30) per year of service to sixty dollars (\$60) per year of service; and employees who retired on or before December 31, 1971, shall have their Annual Supplemental Benefits (13th Checks) increased from thirty dollars (\$30) per year of service to seventy-five dollars (\$75) per year of service; and

WHEREAS, it is recommended that this benefit improvement to the Annual Supplemental Benefit (13th Check) be increased on a permanent basis if the contingencies are met to implement the total retirement proposal; and

WHEREAS, no vote of the retirees is required because the recommended increase to the Annual Supplemental Benefit (13th Check) in Fiscal Year 1997 is not a vested defined benefit within the meaning of Section 143.1 of the Charter for The City of San Diego; and

WHEREAS, it is now necessary and appropriate to amend the San Diego Municipal Code to reflect the increased Annual Supplemental Benefit (13th Check) for Fiscal Year 1997; NOW, THEREFORE,

BE IT ORDAINED, by the Council of The City of San Diego, as follows:

Section 1. That Chapter II, Article 4, Division 4, of the San Diego Municipal Code be and the same is hereby amended by amending Section 24.0404, to read as follows:

SEC. 24.0404 Annual Supplemental Benefit - Qualification and Determination

- A. QUALIFIED RETIREES - [No change.]
- B. DETERMINATION OF BENEFIT AMOUNT AND PAYMENT THEREOF
 - 1. [No change.]
 - 2. [No change.]
 - 3. [No change.]
 - 4. The total sum of qualified creditable years shall then be divided into the total of Surplus Undistributed Earnings designated for distribution by the Retirement Board pursuant to Section 24.0907.1 of this code to arrive at a per annum dollar value for

each creditable year; provided, however, that in no event shall the per annum dollar value exceed \$30 (thirty dollars) except for those General Members who retired between January 8, 1982 and June 30, 1985, who shall be entitled to a per annum value not to exceed \$45 (forty-five dollars).

Notwithstanding the preceding paragraph and for Fiscal Year 1997 only, employees who retired on or before October 6, 1980 will receive \$60 (sixty dollars) per year of service and employees who retired on or before December 31, 1971 will receive \$75 (seventy-five dollars) per year of service.

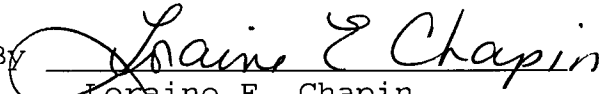
5. [No change.]

6. [No change.]

C. MISCELLANEOUS [No change.]

Section 2. This ordinance shall take effect and be in force
on the thirtieth day from and after its passage.

APPROVED: ~~JOHN W. WERT~~ CASEY GWINN, City Attorney

BY 
Loraine E. Chapin
Deputy City Attorney

LEC:mrh
10/25/96
Or.Dept:Retire.
0-97-60
Form=o+t

**The City of San Diego
CERTIFICATE OF CITY AUDITOR AND COMPTROLLER**

CERTIFICATE OF UNALLOTTED BALANCE

ORIGINATING AC 9700448
DEPT. NO.: 040

I HEREBY CERTIFY that the money required for the allotment of funds for the purpose set forth in the foregoing resolution is available in the Treasury, or is anticipated to come into the Treasury, and is otherwise unallotted.

Amount 780,500.00 Fund 60011

Purpose To authorize a one-time increase for FY97 in the calculation of the Supplemental Benefit (13th Check) for employees who retired prior to October 6, 1980.

Date November 5, 1996

By: 
AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/ EQUIP	FACILITY	AMOUNT
01	0	60011			9601					\$780,500.00
TOTAL AMOUNT										\$780,500.00

FUND OVERRIDE

CERTIFICATION OF UNENCUMBERED BALANCE

I HEREBY CERTIFY that the indebtedness and obligation to be incurred by the contract or agreement authorized by the hereto attached resolution, can be incurred without the violation of any of the provisions of the Charter of the City of San Diego; and I do hereby further certify, in conformity with the requirements of the Charter of the City of San Diego, that sufficient moneys have been appropriated for the purpose of said contract, that sufficient moneys to meet the obligations of said contract are actually in the Treasury, or are anticipated to come into the Treasury, to the credit of the appropriation from which the same are to be drawn, and that the said money now actually in the Treasury, together with the moneys anticipated to come into the Treasury, to the credit of said appropriation, are otherwise unencumbered.

Not to Exceed \$ _____

Vendor _____

Purpose _____

Date _____

By: _____
AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/ EQUIP	FACILITY	AMOUNT
TOTAL AMOUNT										

FUND OVERRIDE

0-18364