

ORDINANCE NUMBER O- 19354 (NEW SERIES)

ADOPTED ON FEB 01 2005

AN ORDINANCE AMENDING ORDINANCE NO. O-19301 (NEW SERIES), AS AMENDED, ENTITLED "AN ORDINANCE ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR 2004-2005 AND APPROPRIATING THE NECESSARY MONEY TO OPERATE THE CITY OF SAN DIEGO FOR SAID FISCAL YEAR," BY INCREASING GENERAL FUND APPROPRIATIONS IN AN AMOUNT NOT TO EXCEED \$4.1 MILLION OF SURPLUS GENERAL FUND REVENUE AND INCREASING NON-GENERAL FUND DEPARTMENT APPROPRIATIONS IN AN AMOUNT NOT TO EXCEED \$2.4 MILLION TO FUND THE UNFUNDED PORTION OF THE FISCAL YEAR 2005 RETIREE HEALTH CARE LIABILITY.

WHEREAS, in City Manager's Report No. 04-218, dated September 30, 2004, the City Manager discussed the support of the recommendation from the Pension Reform Committee that retiree health care costs no longer be funded in a manner that reduces assets of the retirement fund [Retirement Fund]; and

WHEREAS, as indicated in City Manager's Report No. 05-023, dated January 21, 2005, based on current projections of monthly health care insurance premiums, the cost of retiree health care is estimated to be \$14.4 million for Fiscal Year 2005; and

WHEREAS, the balance in the 401(h) health care trust account will be exhausted by mid-January 2005 and an estimated \$6.5 million is needed to be covered by other sources for retiree health care costs; and

WHEREAS, pursuant to City Manager's Report No. 05-023, it is recommended that the \$6.5 million be paid by City departments proportionally based upon the number of retirement eligible employees; and

WHEREAS, an amendment to the Annual Appropriations Ordinance is necessary in order to transfer such funds; NOW, THEREFORE,

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

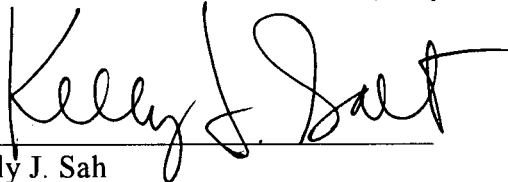
Section 1. That Ordinance No. O-19301 (New Series), as amended, entitled "AN ORDINANCE ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR 2004-2005 AND APPROPRIATING THE NECESSARY MONEY TO OPERATE THE CITY OF SAN DIEGO FOR SAID FISCAL YEAR," be and the same is hereby amended by increasing General Fund appropriations from projected sales tax revenues in excess of estimates in an amount not to exceed \$4.1 million of surplus General Fund revenue and increasing Non-General Fund department appropriations from fund balances or reserves in an amount not to exceed \$2.4 million to fund the unfunded portion of the Fiscal Year 2005 retiree health care liability.

Section 2. That a full reading of this ordinance is dispensed with prior to its final passage, a written or printed copy having been available to the City Council and the public a day prior to its final passage.

6 Section 3. This ordinance shall take effect and be in force immediately upon its adoption after two public hearings, pursuant to the authority contained in San Diego Charter sections 16, 17 and 71.

APPROVED: MICHAEL J. AGUIRRE, City Attorney

By



Kelly J. Sah
Deputy City Attorney

KJS:pev
01/20/05
01/24/05 Cor. Copy
Aud. Cert: AC2500674
Or. Dept: Fin. Mgmt
O-2005-86

The City of San Diego
CERTIFICATE OF CITY AUDITOR AND COMPTROLLER

CERTIFICATE OF UNALLOTTED BALANCE

AC 2500674

ORIGINATING

DEPT. NO.: 050

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: \$6,500,000.00 Fund: Various (see attachment)

Purpose: Authorization to amend the FY2005 Appropriation Ordinance to increase General Fund and Non-General Fund department appropriations to fund the unfunded portion of the FY2005 health care retiree liability. Authorizing the expenditure to complete payment of the remaining portion of the FY2005 retiree health care liability.

Date: January 20, 2005

By: Leonard J. Alfuentes
 AUDITOR AND COMPTROLLER'S DEPARTMENT

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

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										

AC-361 (REV 2-92)

FUND OVERRIDE

AC 2500674

0-19354

FEB 01 2005