

RESOLUTION NUMBER R- 300102

ADOPTED ON FEB 01 2005

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; NOW, THEREFORE,

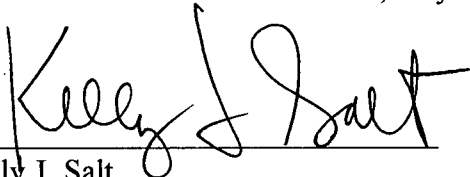
BE IT RESOLVED, by the Council of the City of San Diego, that the City Auditor and Comptroller is authorized to: (i) increase General Fund appropriations from projected sales tax revenues in excess of estimates in an amount not to exceed \$4.1 million of surplus General Fund revenue and increase Non-General 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; and (ii) transfer an amount not to exceed \$6.5 million from

contributing funds to the Retirement Fund (as set forth in Attachment A to this Resolution) for the purpose of providing funds to cover retirement health care expenditures in excess of available amounts in the 401(h) account, as described in City Manager Report No. 05-023.

BE IT FURTHER RESOLVED, that the expenditure of an amount not to exceed \$6.5 million from the Retirement Fund is authorized for the purpose of providing funds to cover retirement health care expenditures.

APPROVED: MICHAEL J. AGUIRRE, City Attorney

By

  
Kelly J. Salt  
Deputy City Attorney

KJS:pev  
01/20/05  
01/24/05 Cor. Copy  
Aud. Cert 2500674  
Or. Dept. Fin. Mgmt  
R-2005-760

ATTACHMENT A

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION	BENF/EQUIP	FACILITY	AMOUNT
001	0	100			9544					4,136,417.00
002	0	50061			9544					48,868.00
003	0	50064			9544					46,393.00
004	0	50062			9544					4,330.00
005	0	60011			9544					32,166.00
006	0	10246			9544					32,166.00
007	0	10220			9544					5,568.00
008	0	102240			9544					619.00
009	0	10231			9544					3,711.00
010	0	41100			9544					11,134.00
011	0	41400			9544					46,393.00
012	0	41200			9544					123,716.00
013	0	41210			9544					79,177.00
014	0	41508			9544					236,296.00
015	0	41506			9544					220,831.00
016	0	41509			9544					118,767.00
017	0	41300			9544					323,517.00
018	0	10235			9544					2,474.00
019	0	41500			9544					512,800.00
020	0	50010			9544					17,320.00
021	0	50020			9544					17,939.00
022	0	50030			9544					105,777.00
023	0	50050			9544					87,838.00
024	0	50067			9544					1,856.00
025	0	50050			9544					34,022.00
026	0	10330			9544					14,227.00
027	0	50065			9544					3,093.00
028	0	10250			9544					8,041.00
029	0	10440			9544					199,800.00
030	0	10582			9544					619.00
031	0	70207			9544					4,330.00
032	0	19207			9544					12,372.00
033	0	30100			9544					4,949.00
034	0	93300			9544					2,474.00
TOTAL AMOUNT										\$6,500,000.00

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