

RESOLUTION NUMBER R-300820

ADOPTED ON SEPTEMBER 12, 2005

RESOLUTION OF THE CITY COUNCIL ACCEPTING THE REPORT OF THE CITY MANAGER REGARDING OPTIONS TO INCREASE THE FUNDED RATIO OF THE SAN DIEGO CITY EMPLOYEES' RETIREMENT SYSTEM AND AUTHORIZING AND DIRECTING THE CITY MANAGER TO DEVELOP PROPOSALS TO ACHIEVE AN 80-85 PERCENT FUNDED RATIO BY FISCAL YEAR 2008

WHEREAS, the City Manager formed a pension solutions group to study and develop a menu of pension solutions proposals; and

WHEREAS, the pension solutions group consisted of representatives from Financial Management, City Treasure, City Auditor and Comptroller, Risk Management, Real Estate Assets, City Attorney and The Human Resources Department; and

WHEREAS, the pension solutions group also received outside expert advice from public resources advisory group, an independent financial advisory firm, and Towers Perin, a risk and financial management firm, to provide outside consulting services; and

WHEREAS, the pension solutions group has prepared a report which provides a list of potential pension solutions; and

WHEREAS, the people voted on a fifteen-year declining amortization schedule and trustees will decide if it is rolling or fixed; NOW THEREFORE,

BE IT RESOLVED by the Council of the City of San Diego that:

1. The City Council hereby accepts the report of the pension solutions group.

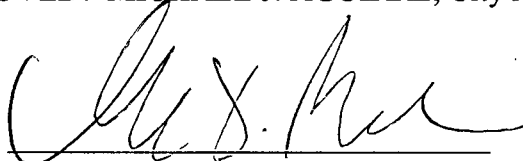
2. The City Manager, or designee, is hereby authorized and directed to proceed with the evaluation of pension solutions, including but not limited to, the evaluation of the efficacy of the securitization of an amount not to exceed \$100,000,000 of leases, such transaction to be implemented during the 2005/2006 fiscal year.

3. That the City Manager is authorized and directed to provide quarterly reports to the City Council on the development and/or implementation of pension solutions to achieve an 80 to 85 percent funded ratio by Fiscal Year 2008.

4. That the City Manager is authorized and directed to analyze the effect of imposing a 15-year amortization requirement on the City and to report back to City Council as soon as practicable.

APPROVED: MICHAEL J. AGUIRRE, City Attorney

By



Mark Blake
Deputy City Attorney

MDB:ai
09/28/05
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