

RESOLUTION NUMBER R- 310360

DATE OF FINAL PASSAGE APR 28 2016

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO AMENDING COUNCIL POLICY 100-20 ENTITLED "RESERVE POLICY" TO INCREASE THE GENERAL FUND RESERVES AND CREATE A PENSION PAYMENT STABILIZATION RESERVE.

WHEREAS, the City's Reserve Policy was incorporated into the City's Council Policy Manual, effective December 15, 2011 and has been amended from time to time; and

WHEREAS, in Report No. 15-085, dated September 24, 2015, the Chief Financial Officer, in accordance with the Mayor's Fiscal Year 2016 Proposed Budget, recommended revising the Reserve Policy to add a Pension Payment Stabilization Reserve (Pension Reserve), funded at a level equal to 8% of the average of the last three actuarial determined contributions (ADC) to the pension system, to mitigate service delivery risk and budget pressure due to unanticipated increases in the City's ADC; and

WHEREAS, this proposal was presented to the Budget and Government Efficiency Committee, (Committee) on October 7, 2015 but no action was taken by the Committee at that time; and

WHEREAS, at the November 9, 2015 meeting of the Committee, Councilmembers Todd Gloria and David Alvarez proposed increasing the City's Stability Reserve to 8% from 6%, increasing total General Fund Reserves under the Reserve Policy to 16% from 14% and allowing the Stability Reserve to be used to mitigate increased pension payments in lieu of creating a Pension Reserve; and

WHEREAS, on January 25, 2016, the City Council directed staff to revise the Reserve Policy to create a Pension Reserve, to increase the General Fund Reserves to 16.7% and to


propose appropriate funding levels for the reserves as part of the Mayor's proposed Fiscal Year 2017 Budget (2017 Budget); and

WHEREAS, on March 16, 2016, the Committee forwarded to the Council the revised Reserve Policy with modified language related to the Pension Reserve and directed that funding recommendations be included in the 2017 Budget; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego that Council Policy 100-20 entitled "Reserve Policy" is revised as set forth in the Council Policy filed in the Office of the City Clerk as Document No. RR- 310360.

BE IT FURTHER RESOLVED, that the City Clerk is instructed to update the Council Policy Manual to include revised Council Policy 100-20.

APPROVED: JAN I. GOLDSMITH, City Attorney

By  _____
Brant C. Will
Deputy City Attorney

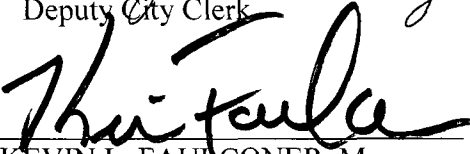
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Or.Dept:FM
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I certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of APR 12 2016.

ELIZABETH S. MALAND
City Clerk

By 
Deputy City Clerk

Approved: 4/27/16
(date)


KEVIN L. FAULCONER, Mayor

Vetoed: _____
(date)

KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on APR 12 2016, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Sherri Lightner	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Lorie Zapf	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Todd Gloria	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Myrtle Cole	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Cate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Scott Sherman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
David Alvarez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Marti Emerald	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Date of final passage APR 28 2016.

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

KEVIN L. FAULCONER
Mayor of The City of San Diego, California.

ELIZABETH S. MALAND
City Clerk of The City of San Diego, California.

(Seal)

By *Mary Fernandez*, Deputy

Office of the City Clerk, San Diego, California

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