

Ordinance Fact Sheet

TO: CITY COUNCIL

DATE: April 26, 2004

FROM: CITY ATTORNEY

SUBJECT: ORDINANCE AMENDING THE MUNICIPAL CODE TO ALLOW INCREASED BENEFIT TO RETIRING MEMBERS OF THE FIRE AND POLICE RETIREMENT SYSTEM.

TITLE OF PROPOSED ORDINANCE:

AN ORDINANCE OF THE CITY OF PASADENA AMENDING CHAPTER 2.250 OF THE PASADENA MUNICIPAL CODE RELATING TO BENEFITS PROVIDED TO MEMBERS OF THE FIRE AND POLICE RETIREMENT SYSTEM

PURPOSE OF ORDINANCE:

Pursuant to collective bargaining agreements adopted by the City of Pasadena, the City of Pasadena executed a contract with California Public employees' retirement system (CalPERS) to allow the credit of unused accumulated sick leave to the maximum accumulation allowed to be converted to additional service credit at the time of retirement at the rate of .004 year of service credit for each day of unused sick leave for police and fire employees of CalPERS. It is the intent of the City of Pasadena to provide that same benefit to members of the City of Pasadena Fire and Police Pension System. This benefit shall be effective on the same date as effective for CalPERS police and fire members, November 3, 2003.

REASON WHY LEGISLATION IS NEEDED:

On March 22, 2004, the City Council directed the City Attorney to draft an ordinance to provide the same credit for unused accumulated sick leave to members of the Fire and Police Retirement System as it previously agreed to provide to fire and police employees of CalPERS.

MEETING OF 4/26/2004

AGENDA ITEM NO. 9.A.1.

FISCAL IMPACT:

The Fire and Police Retirement Board received an actuarial valuation report dated November 17, 2003. This report suggests that the present value liability to the system will increase from \$200,557,096 to \$200,734,319 or \$177,223 as a result of this benefit increase. This changes the funding level of the Plan as of June 30, 2002 from 61.4% to 61.3%

This budget increase would result in the City's Supplemental contribution to the System to increase from \$6,038,106 to \$6,061,344, an increase of \$23,238 for fiscal year 2004.

POLICY CHANGES:

No policy changes are required in that this amendment extends a benefit granted to CALPERS police and fire members to fire and police members of the FPRS.


RESPECTFULLY SUBMITTED,


MICHELE BEAL BAGNERIS
City Attorney

CONCURRENCE BY:


CYNTHIA J. KURTZ
City Manager

Prepared by:


HUGH HALFORD
Assistant City Attorney

Introduced by City Councilmember _____

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF PASADENA AMENDING CHAPTER 2.250 OF THE PASADENA MUNICIPAL CODE RELATING TO BENEFITS PROVIDED TO MEMBERS OF THE FIRE AND POLICE RETIREMENT SYSTEM.

The People of the City of Pasadena ordain as follows:

SECTION 1. Title 2, Chapter 2.250 is amended to add a new Section 2.250.190 to read as follows:

Section 2.250.190 UNUSED ACCUMULATED SICK TIME CREDIT

Police and Fire members of the Fire and Police Retirement System may convert unused, accumulated sick leave to additional service credit at the time of retirement at the rate of .004 year of service credit for each day of unused sick leave to the maximum accumulation allowed.

SECTION 2. This section shall be retroactive to November 3, 2003 to provide the same benefit to members of the Fire and Police Retirement System as provided to fire and police members of the California Public Employees' Retirement System by Ordinance 6933.1

SECTION 3. The City Clerk shall certify the adoption of this ordinance and shall cause this ordinance to be published.

Signed and approved this _____ day of _____, 2004.

Bill Bogaard
Mayor of the City of Pasadena

I HEREBY CERTIFY that the foregoing ordinance was adopted by the City Council of the City of Pasadena at its meeting held _____, 2004, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Published:

Jane L. Rodriguez, CMC
City Clerk