

BUDGET AND FINANCE COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to amending the Los Angeles Administrative Code to establish the Los Angeles City Employees' Retirement System Health Care Fund and to authorize the use of the Health Care Fund to pay for retiree health and welfare programs.

Recommendation for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

PRESENT and ADOPT the accompanying ORDINANCE dated September 30, 2018 amending Article 1 of Chapter 11, Division 4 of the Los Angeles Administrative Code (LAAC) to establish the Los Angeles City Employees' Retirement System Health Care Fund and to authorize the use of the Health Care Fund to pay for retiree health and welfare programs.

Fiscal Impact Statement: None submitted by the City Attorney. Neither the City Administrative Officer nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

(Personnel and Animal Welfare Committee waived consideration of the matter above.)

SUMMARY

At its regular meeting held on October 29, 2018, the Budget and Finance Committee considered a draft Ordinance amending the LAAC to establish the Los Angeles City Employee's Retirement System Health Care Fund and to authorize the use of the fund to pay for retiree health and welfare programs, and the accompanying report submitted by the City Attorney.

During consideration, the General Manager of the Los Angeles City Employee's Retirement System (LACERS) and staff addressed the Committee's questions in regards to the current account and the creation of the Los Angeles City Employees' Retirement System Health Care Fund. They stated there are no present downsides to changing from the current account to a newly establish fund to pay for retiree health and welfare programs.

After further consideration, and after providing an opportunity for public comment, the Committee recommended the Council approve the subject Ordinance. This matter is now forwarded to Council for its consideration.

Respectfully Submitted,



BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN:	YES
ENGLANDER:	YES
KORETZ:	ABSENT
BLUMENFIELD:	YES
BONIN:	YES

AC 10/30/2018