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March 27, 2001

Housing Authority and
Redevelopment Agency of the
City of Sacramento
Sacramento, California

Honorable Members in Session:

SUBJECT PERS CONTRACT MERGER – SACRAMENTO CITY HOUSING
AUTHORITY AND SACRAMENTO CITY REDEVELOPMENT AGENCY TO
SACRAMENTO CITY HOUSING AUTHORITY

LOCATION AND COUNCIL DISTRICT - Citywide

RECOMMENDATION

Staff recommends adoption of the attached resolutions merging two retirement contracts with PERS into one.

CONTACT PERSON – Glory Wicklund, Human Resources Director, 440-1308

FOR COUNCIL MEETING OF - March 27, 2001

SUMMARY

This report recommends merging the Sacramento City Housing Authority and Sacramento City Redevelopment Agency contracts with the Public Employees' Retirement System (PERS) into one contract under the name Sacramento City Housing Authority. The Sacramento City Housing Authority would assume the administration of the assets and liabilities of the merged contracts.

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BACKGROUND

On behalf of Sacramento Housing and Redevelopment Agency employees and retirees, the Housing Authority of the City of Sacramento and the Redevelopment Agency of the City of Sacramento are the contracting entities with the Public Employees' Retirement System (PERS) to provide retirement pension to employees and annuitants (retirees). There are funds in each account.

The Housing Authority of the City of Sacramento also contracts with PERS to provide medical insurance for its employees and annuitants; the Redevelopment Agency does not contract with PERS to provide medical insurance through PERS. Separate contracts with Kaiser and Health Net provide medical insurance for Redevelopment Agency retirees.

Since 1982, new employees hired by the Agency have been enrolled in membership with PERS under the Housing Authority of the City of Sacramento. There are no current Redevelopment Agency employees. However, funds remain in the Redevelopment Agency PERS account which the Agency is unable to access because there are no current Redevelopment Agency employees. They have either resigned or retired.

For the purpose of administrative simplicity and clarity, and to merge the funds into one account, staff recommends that the two contracts be merged into one: Sacramento City Housing Authority; thereby assuming the functions for retirement and medical plan purposes only of the Sacramento City Redevelopment Agency.

FINANCIAL CONSIDERATIONS

There is no financial impact. The Housing Authority of the City of Sacramento and the Redevelopment Agency of the City of Sacramento are super funded. An actuarial completed by PERS, dated February 20, 2001, projects the amortization period to 9999 years with the employer rate at 0% by merging the two contracts (and fund balances).

POLICY CONSIDERATIONS

The action proposed in this staff report is consistent with previously approved policy and labor agreements. No policy changes are recommended.

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ENVIRONMENTAL REVIEW

The proposed action does not constitute a project under CEQA per Guidelines Section 15378 (b) (3), nor a federal undertaking pursuant to NEPA.

M/WBE CONSIDERATIONS

There are no M/WBE considerations associated with this action.

Respectfully submitted,



ANNE M. MOORE
Executive Director

Transmittal approved:



ROBERT P. THOMAS
City Manager



RESOLUTION NO. 2001-018

ADOPTED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO

ON DATE OF

**PERS CONTRACT MERGER—SACRAMENTO CITY HOUSING AUTHORITY AND
SACRAMENTO CITY REDEVELOPMENT AGENCY
TO SACRAMENTO CITY HOUSING AUTHORITY**

BE IT RESOLVED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO:

Whereas, the Redevelopment Agency of the City of Sacramento and the Housing Authority of the City of Sacramento contract with the Board of Administration, Public Employees' Retirement System, and

Whereas, the Housing Authority of the City Sacramento assumes the functions for retirement and medical plan purposes (assets and liabilities) of the Redevelopment Agency of the City of Sacramento, and

Whereas, the Sacramento Housing and Redevelopment Agency provides administration for the Housing Authority of the City Sacramento,

NOW, THEREFORE, BE IT RESOLVED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO:

Section 1. The Executive Director is authorized to take all actions necessary to merge the two contracts (i.e. that of the Housing Authority of the City Sacramento and the Redevelopment Agency of the City of Sacramento) into one contract under the Sacramento City Housing Authority with the Board of Administration, Public Employees' Retirement System.

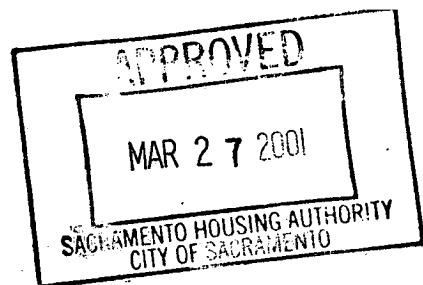
ATTEST:

CHAIR

SECRETARY

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____
DATE ADOPTED: _____ (4)



RESOLUTION NO. 2001-003

ADOPTED BY THE HOUSING AUTHORITY OF THE CITY OF SACRAMENTO

ON DATE OF

PERS CONTRACT MERGER—SACRAMENTO CITY HOUSING AUTHORITY AND SACRAMENTO CITY REDEVELOPMENT AGENCY TO SACRAMENTO CITY HOUSING AUTHORITY

BE IT RESOLVED BY THE HOUSING AUTHORITY OF THE CITY OF SACRAMENTO:

Whereas, the Redevelopment Agency of the City of Sacramento and the Housing Authority of the City of Sacramento contract with the Board of Administration, Public Employees' Retirement System, and

Whereas, the Housing Authority of the City Sacramento assumes the functions for retirement and medical plan purposes (assets and liabilities) of the Redevelopment Agency of the City of Sacramento, and

Whereas, the Sacramento Housing and Redevelopment Agency provides administration for the Housing Authority of the City Sacramento,

NOW, THEREFORE, BE IT RESOLVED BY THE HOUSING AUTHORITY OF THE CITY OF SACRAMENTO:

Section 1. The Executive Director is authorized to take all actions necessary to merge the two contracts (i.e. that of the Housing Authority of the City Sacramento and the Redevelopment Agency of the City of Sacramento) into one contract under the Sacramento City Housing Authority with the Board of Administration, Public Employees' Retirement System.

CHAIR

ATTEST:

SECRETARY

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____