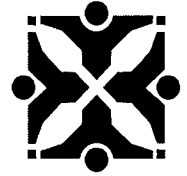


# City of Columbia

701 East Broadway, Columbia, Missouri 65201



**Agenda Item Number:** B 270-15

**Department Source:** Finance

**To:** City Council

**From:** City Manager & Staff

**Council Meeting Date:** 9/8/2015

**Re:** Ordinance to appropriate \$3 million from the General Fund, Fund Balance to the Firefighters' Retirement Fund and \$2 million from the General Fund, Fund Balance to the Police Retirement Fund

## Documents Included With This Agenda Item

Council memo, Resolution/Ordinance

**Supporting documentation includes:** None

## Executive Summary

The passage of this ordinance will authorize the appropriation of \$5,000,000 from the General Fund, Fund Balance of which \$2,000,000 will be added to the Police Retirement Fund and \$3,000,000 will be added to the Firefighters' Retirement Fund.

## Discussion

The passage of this ordinance will authorize the appropriation of \$5,000,000 from the General Fund, Fund Balance of which \$2,000,000 will be added to the Police Retirement Fund and \$3,000,000 will be added to the Firefighters' Retirement Fund. The unreserved and undesignated General Fund, Fund Balance is approximately \$31,000,000. This exceeds the city's Fund Balance policy requirement by approximately \$17,000,000. The city plans to appropriate approximately \$4,000,000 of General Fund, Fund Balance for Fiscal Year 2014 Savings projects. This leaves approximately \$10,000,000 remaining Fund Balance above the city's Fund Balance policy requirement.

This Ordinance would appropriate \$5,000,000 of the remaining \$10,000,000 excess Fund Balance for the Police and Firefighters' Retirement Funds. This Ordinance would appropriate \$3,000,000 to the Firefighters' Retirement Fund and \$2,000,000 to the Police Retirement Fund. This appropriation brings both the Police and Firefighters' Pension Plans up to 59% funded based on the latest actuarial report.

The \$5,000,000 contribution to the Pension Plans will reduce the annual contributions to the Police and Firefighters' Retirement Funds by approximately \$300,000 per year beginning with Fiscal Year 2017.

## Fiscal Impact

**Short-Term Impact:** This ordinance will decrease the General Fund, Fund Balance by \$5,000,000 and increase the Firefighters' Retirement Fund by \$3,000,000 and the Police Retirement Fund by \$2,000,000.

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Long-Term Impact: Beginning in Fiscal Year 2017, the contributions to the Police and Firefighters' Retirement Funds will decrease approximately \$300,000 per year.

## Vision, Strategic & Comprehensive Plan Impact

Vision Impact: Governance and Decision Making

Strategic Plan Impact: Financial Health

Comprehensive Plan Impact: Not Applicable

## Suggested Council Action

Passage of this Ordinance.

## Legislative History

None.

  
\_\_\_\_\_  
Department Approved

  
\_\_\_\_\_  
City Manager Approved

Introduced by \_\_\_\_\_

First Reading \_\_\_\_\_

Second Reading \_\_\_\_\_

Ordinance No. \_\_\_\_\_

Council Bill No. B 270-15

**AN ORDINANCE**

appropriating funds to the Firefighters' Retirement Fund and Police Retirement Fund; and fixing the time when this ordinance shall become effective.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBIA, MISSOURI, AS FOLLOWS:

SECTION 1. The sum of \$5,000,000.00 is hereby appropriated from the General Fund, Fund Balance Account No. 110-0000-341.01-00 in the following amounts to the following accounts:

\$2,000,000.00	Police Retirement Fund Account No. 705-8021-480.05-03
\$3,000,000.00	Firefighters' Retirement Fund Account No. 705-8023-480.05-04

SECTION 2. This ordinance shall be in full force and effect from and after its passage.

PASSED this \_\_\_\_\_ day of \_\_\_\_\_, 2015.

ATTEST:

\_\_\_\_\_  
City Clerk

\_\_\_\_\_  
Mayor and Presiding Officer

APPROVED AS TO FORM:

\_\_\_\_\_  
City Counselor

CERTIFICATION: I certify there are sufficient funds available in the General Fund, Fund Balance Account No. 110-0000-341.01-00 to cover the above appropriation.

\_\_\_\_\_  
Director of Finance