RESOLUTION 12-019

APPROVING BUDGET AMENDMENT/TRANSFER NO. 2012-019 AND PROVIDING AN EFFECTIVE DATE

NOW, THEREFORE, BE IT RESOLVED by City Council of the City of Sanibel, Florida:

SECTION 1. The revised General Fund for fiscal year 2011-2012, Budget Amendment/Transfer BA 2012-019 true copy of which is attached hereto as Exhibit A and incorporated herein by this reference, is hereby approved and accepted.

SECTION 2. Effective date.

This resolution shall take effect immediately upon adoption.

DULY PASSED AND ENACTED by the Council of the City of Sanibel, Florida this 7th day of February 2012.

AUTHENTICATION:

Kevin Ruane, Mayor

Pamela Smith, City Clerk

APPROVED AS TO FORM: Kenneth B. Cuyler, City Attorney 1/31/12 Date

Vote of Councilmembers:

Ruane	yea
Denham	yea
Congress	yea
Harrity	yea
Jennings	yea

Date filed with City Clerk: February 7, 2012

DOCUMENT NUMBER **BA 2012** - **019**

CITY OF SANIBEL
BUDGET AMENDMENT/TRANSFER

FUND: GENERAL FUND
DEPT: General Government

FUND	ORG	OBJECT	DESCRIPTION	Project Number	Amount Prior To Change	Incr/(Decr) REVENUE	Incr/(Decr) EXPENSE	Amount After Change
			GENERAL FUND					-
001	0011900	426000	OPEB Implicity subsidy payment		55,000		3,209	58,209
001	001	368060	OPEB payment for rate subsidy		19,209	(406)		18,803
001	001	389020	Ending fund balance		11,152	3,615		14,767
					TOTAL:	3,209	3,209	

PURPOSE: To decrease the OPEB amount due to the ciy from $19,209 to $18,803 and to increase the OPEB implied subsidy from $55,000 to $58,209. This budget amendment does not increase or decrease the FY12 budget.

Prepared by:	Date	Approved by:	Date	Input by:	GROUP #	Date
F. Slane	2/7/2012					

EXECUTIVE SUMMARY

The regular annual actuarial valuation of the City of Sanibel Other Postemployment Benefits Program, performed as of October 1, 2011, has been completed and the results are presented in this Report. For purposes of this valuation, Medical and Dental Insurances were taken into consideration. The results of this valuation are applicable to the plan/fiscal year ending September 30, 2012.

The following table shows the components of the City's Net OPEB Obligation, compared with that developed in the October 1, 2010 actuarial valuation:

Valuation Date **Applicable for Fiscal Year Ending**	**10/1/2010** **9/30/2011**	**10/1/2011** **9/30/2012**
Annual Required Contribution	$ 52,480	$ 58,209
As a Percent of Covered Payroll	0.8%	1.2%
Interest on Net OPEB Obligation	0	0
Adjustment to Annual Required Contribution	0	0
Annual OPEB Cost (Expense)	$ 52,480	$ 58,209
Estimated Net Contributions Made	(52,480)	(58,209)
Anticipated Increase (Decrease) in Net OPEB Obligation	$ 0	$ 0
Net OPEB Obligation – Beginning of Year	0	0
Net OPEB Obligation – End of Year	$ 0	$ 0

The numbers shown above reflect a decision to continue funding the program, based on assets in a separate trust fund specifically for OPEB benefits as of September 30, 2011. The Annual Required Contribution (ARC) for the program is developed by valuing the implicit subsidies promised to current and future retirees.

PER CAPITA CLAIMS COSTS AND CONTRIBUTION AMOUNTS

2011-2012 Per Capita Annual Medical and Dental Claims Costs Per Participant

Program	Pre 65 Cost	Post 65 Cost
Medical Insurance	$12,974	$3,601
Dental Insurance	$312	$312

2011-2012 Annual Premium Amounts Per Participant

Program	Employee Contribution
Medical Insurance	$7,003
Dental Insurance	$312

2011-2012 Benefit Payments Breakdown

Payment Type	Benefit Amount
Explicit	$0
Implicit (Amount Due to City for Fiscal 2012)	$18,803