

Memorandum

TO: HONORABLE MAYOR
AND CITY COUNCIL

FROM: Richard Doyle
City Attorney

SUBJECT: Continuation Agreement for
Consultant Services with Bartel
Associates LLC

DATE: August 14, 2008

RECOMMENDATION

Adopt a resolution authorizing the City Attorney to negotiate and execute a Continuation Agreement with Bartel Associates LLC for additional consultant actuarial services related to labor negotiations concerning police retirement benefits, continuing the term through June 30, 2009 and increasing compensation by \$150,000, for a total maximum compensation not to exceed \$330,000.

OUTCOME

Approval of this Continuation Agreement will allow Bartel Associates LLC to continue to provide actuarial services related to the City's labor negotiations with the Police Department.

BACKGROUND

On April 15, 2005, the City Attorney executed a \$20,000 agreement with Bartel Associates LLC for actuarial services related to the San Jose Police and Fire Department Retirement Plan. The agreement has been subsequently amended four times to increase the total compensation to \$180,000, to extend the term through June 30, 2008, and to expand the scope of services to include preparation of an actuarial valuation of the City's Federated Retirement Plan and other post employment benefit obligations compliant with Governmental Accounting Standards Board Statement 45 (GASB 45).

ANALYSIS

The City is presently negotiating the successor Memorandum of Agreement with the San Jose Police Officers Association. Actuarial services provided by Bartel are essential to support the City during these negotiations. Additionally, Bartel continues to assist the City with meeting its obligations related to GASB 45. It is necessary to continue the Agreement through June 30, 2009, increase the compensation by \$150,000 and modify the hourly rate schedule.

PUBLIC OUTREACH/INTEREST

This memo is posted on the City's website for the August 26, 2008 Agenda.

COORDINATION

This memo has been coordinated with the City Manager's Office – Office of Employee Relations.

BUDGET REFERENCE

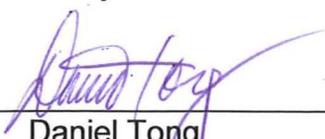
Fund #	Appn #	Appn. Name	Total Appn	Amt. for Contract	Adopted Budget Page	Last Budget Action (Date, Ord. No.)
001	3603	Retiree Healthcare (GASB) Team	\$250,000	\$150,000	Proposed Operating Budget P. IX-19, as amended by Mayor's June Budget Message and approved on June 24, 2008	06/24/08, 28349

CEQA

Not a Project.

RICHARD DOYLE
City Attorney

By _____


Daniel Tong
Chief of Staff

cc: Debra Figone

For questions please contact DANIEL TONG at (408) 535-1957