2

3

5

6

7

8

g

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

[Administrative Code Revision, Chapter 16]

AMENDING CHAPTER 16, ARTICLE IV OF PART I OF THE SAN FRANCISCO ADMINISTRATIVE CODE BY REPEALING SECTIONS 16.29-15.3, 16.29-15.4, 16.29-15.5, 16.29-15.6, 16.29-15.7, 16.29-15.8, 16.29-15.9, 16.29-18, 16.29-19, 16.30, 16.31, 16.35, 16.36, 16.39, 16.40, 16.50, 16.51, 16.53, 16.57, 16.58, 16.59, 16.60, 16.61, 16.62, 16.63, 16.64, 16.65, 16.68, 16.69, 16.70, 16.70-2, 16.72, 16.73, AND 16.78, REGARDING THE RETIREMENT SYSTEM, TO ELIMINATE OUT-DATED AND OBSOLETE PROVISIONS.

# Note: Additions are shown by <u>underscore</u> and deletions are shown by ((double parentheses)).

Be it ordained by the People of the City and County of San Francisco:

Section 1. **Findings.** In repealing ordinances pertaining to the Retirement System, it is not the intent of the board of supervisors to diminish any vested or accrued rights that may still exist under such ordinances. The ordinances are being repealed as part of a general code revision. Any vested rights that may still exist under such ordinances shall continue, and any disputes about such rights shall be resolved in accordance with such ordinances as if they had never been repealed.

Section 2. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.3.

((Section 16.29-15.3. Definitions - Persons Referred To In Last Two Sentences Of The First Paragraph Of Section 8.500 Of The Charter. Prior service as applied to persons referred to in the last two sentences of the first paragraph of Section 8.500 of the Charter shall mean City and County service, excluding City and County service rendered as lawful members of the San Francisco City and County Employees' Retirement System rendered before January 9, 1932.))

Supervisors Kaufman, Newsom

### ORDINANCE NO.

Section 3. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.4.

((Section 16.29-15.4. Definitions - All Other Members Of The Retirement System. Prior service as applied to all other members of the Retirement System and all other persons as former members of the San Francisco City and County Employees' Retirement System, subject to the further provisions contained in Sections 16.29-15.5, 16.29-15.6, 16.29-15.7, 16.29-15.8, and 16.29-15.9 of this Code, to whom or on account of whose death, payments are made under Section 16.49 of this Code shall mean City and County service rendered before April 1, 1922, except as provided in Subsection (g) of Section 16.43 of this Code.))

Section 4. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.5.

((Section 16.29-15.5. Definitions - Persons Who Are Members Under Section 8.507 Of The Charter. Prior service as applied to persons who are members under Section 8.507 of the Charter and who were excluded from membership because of their employment in City and County service under certification for temporary service from civil service eligibility lists other than limited tenure lists, shall mean aggregate City and County service, regardless of breaks in such service, less the first six months thereof, rendered prior to September 14, 1942, while so excluded on account of such employment. As an exception to the provisions contained in Section 16.63 of this Code, however, service shall be credited under this paragraph only if the member elects, prior to March 31, 1955, or prior to the effective date of his retirement, whichever is earlier, to contribute, and does contribute, in a manner and at times approved by the Retirement Board, an amount equal to contributions determined by applying, to the compensation earned by him in such service, the rate of contribution first applicable to him upon commencement of his 23 membership in the Retirement System. This paragraph shall apply only to persons who are 24 25 members of the Retirement System on the effective date of this paragraph, and the accumulated

2

3

4

5

6

7

8

g

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

### ORDINANCE NO.

contributions standing to the credit of such members on such effective date; and their rates of contribution, shall not be affected by this paragraph. All contributions made pursuant to this paragraph shall be administered in the manner provided herein for normal contributions, except that the annuity provided upon retirement of the member by such contributions, plus credited interest, shall not be matched by the City and County. Instead, such annuity shall be deducted from the pension payable to such member on account of prior service; and only the remainder of such prior service pension shall be payable from contributions of the City and County. It is hereby declared to be the intent of this paragraph that the provision for prior service credit contained herein would not have been enacted without the conditions expressed herein requiring that any recipient of such prior service credit must actually pay the amount provided for herein, in conformity with the provisions hereof. In the absence of strict compliance with such provision for payment by the recipient, this paragraph shall be ineffective.))

Section 5. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.6.

((Section 16.29-15.6. Definitions - Persons Who Are Members Under Section 8.507 Of The Charter And Who Were Excluded From Membership Prior To January 8, 1932. Prior service as applied to persons who are members under Section 8.507 of the Charter on the effective date of this paragraph, and who were excluded from membership prior to January 8, 1932, while employed under certification from a civil service list for permanent employment, or as a teacher, because of the requirement that six months of City and County service be completed as a condition of such membership, shall mean aggregate City and County service not to exceed six months rendered while so excluded. As an exception to the provisions contained in Section 16.63 of this Code, however, service shall be credited under this paragraph only if the member elects prior to June 30, 1956, or prior to the effective date of retirement, whichever is earlier, to contribute, and does contribute, in a manner and at times approved by the Retirement Board, an

2

3

4

5

6

7

8

g

10

11

12

13

14

15

16

17

18

### ORDINANCE NO.

amount equal to contributions determined by applying, to the compensation earned by him in such service, the rate of contribution first applicable to him upon commencement of his membership in the Retirement System. This paragraph shall apply only to persons who are members of the Retirement System on the effective date of this paragraph. The accumulated contributions standing to the credit of such members on such effective date, and their rates of contribution, shall not be affected by this paragraph. All contributions made pursuant to this paragraph shall be administered in the manner provided herein for normal contributions, except that the annuity provided upon retirement of the member, by such contributions, plus credited interest, shall not be matched by the City and County. Instead, such annuity shall be deducted from the pension payable to such member on account of prior service; and only the remainder of such prior service pension shall be payable from contributions of the City and County. It is hereby declared to be the intent of this paragraph that the provision for prior service credit contained herein would not have been enacted without the condition expressed herein requiring that any recipient of such prior service credit must actually pay the amount provided for herein, in conformity with the provisions hereof. In the absence of strict compliance with such provision for payment by the recipient, this paragraph shall be ineffective.))

Section 6. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.7.

((Section 16.29-15.7. Definitions - Persons Who Are Members Under Section 8.507
Of The Charter And Who Were Excluded From Membership Prior To September 14,
1942. Prior service - as applied to persons who are members under Section 8.507 of the Charter
and who were excluded from membership prior to September 14, 1942, because of their
employment in City and County service under certification for temporary service from civil
service eligibility lists other than limited tenure lists, with respect only to the first six months of
such service which is excluded in the definition of prior service in Section 16.29-15.5 of this

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

### ORDINANCE NO.

Code; or who were or shall be excluded from membership because of the requirement that six months of City and County service be completed as a condition of such membership - shall mean aggregate City and County service not to exceed six months rendered while so excluded. As an exception to the provisions contained in Section 16.63 of this Code, however, service shall be credited under this paragraph only if the member elects - prior to the effective date of retirement - to contribute, and does contribute, prior to the effective date of retirement, in a manner and at times approved by the Retirement Board, an amount equal to contributions determined by applying to the compensation earned by him in such service the rate of contribution first applicable upon commencement of his membership in the Retirement System. The accumulated contributions standing to the credit of such members on the effective date of this paragraph and their rates of contribution shall not be affected by this paragraph. All contributions made pursuant to this paragraph shall be administered in the manner provided herein for normal contributions, except that the annuity provided upon retirement of the member, by such contributions, plus credited interest, shall not be matched by the City and County. Instead, such annuity shall be deducted from the pension payable to such member on account of prior service; and only the remainder of such prior service pension shall be payable from contributions of the City and County. It is hereby declared to be the intent of this paragraph that the provision for prior service credit contained herein would not have been enacted without the condition expressed herein requiring that any recipient of such prior service credit must actually pay the amount provided for herein, in conformity with the provisions hereof. In the absence of strict compliance with such provision for payment by the recipient, this paragraph shall be ineffective.))

23 24 25

2

3

4

8

g

### ORDINANCE NO.

Section 7. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.8.

((Section 16.29-15.8. Definitions - Persons Who Are Members Under Section 8.507 Of The Charter And Who Were Excluded Because Of Employment In The Emergency 5 Relief Administration, County Division. Prior service as applied to persons who are members 6 under Section 8.507 of the Charter and who were excluded from membership because of their 7 employment in City and County service in the Emergency Relief Administration, County Division, their compensation for which was paid by the City and County on City and County payrolls, shall mean aggregate City and County service rendered, while so excluded. As an 10 exception to the provisions contained in Section 16.63 of this Code, however, service shall be 11 credited under this Section only if the member elects prior to July 1, 1960, or prior to the 12 effective date of retirement, whichever is earlier, to contribute, and does contribute, in a manner 13 and at times approved by the Retirement Board, an amount equal to contributions determined by applying, to the compensation earned by him in such service, the rate of contribution first 14 15 applicable to him upon commencement of his membership in the Retirement System. The 16 accumulated contributions standing to the credit of said members on the effective date of this Section, and their rates of contribution, shall not be affected by this Section. All contributions 17 18 made pursuant to this paragraph shall be administered in the manner provided herein for normal 19 contributions, except that the annuity provided upon retirement the member, by said 20 contributions, plus credited interest, shall not be matched by the City and County, and instead, 21 said annuity shall be deducted from the pension payable to said member on account of prior 22 service. Only the remainder of said prior service pension shall be payable from contributions of 23 the City and County. It is hereby declared to be the intent of this Section that the provision for 24 prior service credit contained herein would not have been enacted without the condition 25 expressed herein requiring that any recipient of such prior service credit must actually pay the

1

2

3

4

5

6

7

8

9

10

11

12

13

16

17

18

19

20

21

22

23

amount provided for herein, in conformity with the provisions hereof. In the absence of strict compliance with said provision for payment by the recipient, this Section shall be ineffective.))

Section 8. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-15.9.

((Section 16.29-15.9. Definitions - Persons Who Are Members Under Section 8.507 Of The Charter Or Who Retired Under Section 8.507 After May 23, 1960 Excluded From Membership Because Of Provisions Of Section 16626 Of Education Code Of The State Of California. Prior service as applied to persons who are members under Section 8.507 of the Charter, or who retired under Section 8.507 on or after May 23, 1960, and who were excluded from membership prior to July 1, 1955, solely because of the provisions of Section 16626 of the Education Code of the state of California in effect prior to July 1, 1955, shall mean aggregate service, regardless of breaks in such service, rendered by them as employees in child care centers while so excluded.))

Section 9. Chapter 16, Article IV, of the San Francisco Administrative Code is
hereby amended by repealing Section 16.29-18.

((Section 16.29-18. Definitions - Retirement Fund. Retirement Fund shall mean the "San Francisco City and County Employees' Retirement Fund," as created and established in Section 16.39 of this Code.))

Section 10. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.29-19.

((Section 16.29-19. Definitions - Retirement System Or System. Retirement System or system shall mean the "San Francisco City and County Employees' Retirement System," as created in Section 8.500 of the Charter.))

1

2

3

4

5

6

7

8

9

### ORDINANCE NO.

Section 11. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.30.

((Section 16.30. Elimination Of Charter Provision Excluding Remuneration Exceeding Five Hundred Dollars. The limitations to \$500 per month specified in Section 8.509 (A) and (H) (2) of the Charter, as amended, relating to compensation, average final compensation and the salary basis for teachers are hereby eliminated pursuant to the authority granted therein.))

Section 12. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.31.

10 ((Section 16.31. Option Of System Member To Exclude Portion Of Salary. Any person who, on the effective date of this Section, is a member of the system under Sections 8.507 11 12 or 8,509 of the Charter, shall have the option, to be exercised in writing on a form furnished by 13 the system and to be filed at the office of the system not later than 90 days after the effective date, of electing to have that part of his compensation which exceeds \$900 per month excluded 14 15 for purposes of the Retirement System. With respect to such member who so elects, that part of 16 his or her compensation which exceeds \$900 per month shall be excluded for Retirement System 17 purposes. With respect to any member who does not so elect, no part of his or her compensation 18 shall be excluded.))

Section 13. Chapter 16, Article IV, of the San Francisco Administrative Code ishereby amended by repealing Section 16.35.

21

### ((Section 16.35. Rehearings - Application And Grounds For Filing.

(a) The Retirement System staff, any applicant, or any beneficiary may file an
application for rehearing of any application whether for a benefit hereunder or retirement, within
30 days after written notice of the determination by the Retirement Board has been sent by

### ORDINANCE NO.

registered mail to the applicant or the applicant's attorney of record, upon any of the following grounds.

(1)

) That the Retirement Board acted without and in excess of its powers;

(2) That the evidence does not justify the determination of the Retirement

Board;

(3) That new evidence has been discovered which is material and which could not, with reasonable diligence, have been discovered or procured at the hearing.

(b) The Retirement Board may grant a rehearing at any time when an order, decision or award was procured by fraud.

(c) This Section shall be operative through September 30, 1980 and thereafter the provisions of Charter Section 8.518 shall prevail.))

Section 14. Chapter 16, Article IV, of the San Francisco Administrative Code is
hereby amended by repealing Section 16.36.

14

15

16

17

18

19

20

21

22

23

24

25

1

2

3

4

5

6

7

8

9

10

11

((Section 16.36. Rehearings - Determination When Application Is Deemed Denied.
The determination of the Retirement Board on any application for rehearing shall be made within 60 days after the filing thereof, or the application shall be deemed denied and such determination shall be denied. Such determination shall be final and conclusive and it shall have no jurisdiction to entertain any subsequent application regarding the same matter.))

Section 15. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.39.

### ((Section 16.39. San Francisco City And County Employees' Retirement Fund.

(a) Created; Composition; Control. A fund is hereby created and established to beknown as the San Francisco City and County Employees' Retirement Fund and to consist of allthe moneys paid into it as herein provided, whether such moneys shall take the form of cash,

1

2

3

4

5

6

7

8

9

10

11

12

### ORDINANCE NO.

securities or other assets. The Retirement Board shall have exclusive control, as provided in Section 3.671 of the Charter, of the administration and investment of the fund.

(b) Deposits of Cash of Fund. The Retirement Board may deposit cash belonging to the Retirement Fund in any licensed national bank in the state or in any banks authorized or licensed to do a banking business, and organized under the laws of this state, subject to the provisions of Section 6.311 of the Charter.

(c) Custodian; Payments from Fund. The Treasurer shall be the custodian of the
Retirement Fund under the provisions of Section 6.310 of the Charter, subject to the exclusive
control of the Retirement Board as to the administration, deposit and investment of the fund.
Payments from the fund shall be made by the Treasurer only upon warrant drawn by the
Controller and no such warrant shall be drawn except in payment of claims or payrolls prepared
and signed by the Secretary of the Retirement Board.

(d) Payment of Interest into Fund. Interest on any cash and on any investments
constituting a part of the fund shall be paid into the fund as received.

15 (e) Restrictions on Interest. Except as herein provided, no member or employee of the Retirement Board shallhave any interest, direct or indirect, in the making of any investment, or in 16 17 the gains or profits accruing therefrom. No member of the Retirement System and no member or 18 employee of the Board, directly or indirectly, for himself or as an agent or partner of others shall 19 borrow any of its funds or in any manner use the same, except to make such current and 20 necessary payments as are authorized by the Board; nor shall any member or employee of the 21 Board become an endorser or surety or become in any manner an obligor for moneys invested by the Board.)) 22

- 23
- 24
- 25

### ORDINANCE NO.

Section 16. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.40.

((Section 16.40. Transfer Of Other Funds And Records. All assets and all records of the San Francisco City and County Employees' Retirement System, the Police Relief and Pension Fund and the Firemen's Relief Fund, which were transferred on January 8, 1932, to the Retirement System, shall be held for the same purpose as under the Retirement System or fund from which they were transferred. Beneficiaries nominated in such records are to continue until changed as provided by this Article.))

Section 17. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.50.

((Section 16.50. Contributions Of Firemen And Policemen Employed Before January 8, 1932. Each person who was a member of the Police Department on January 8, 1932, shall contribute \$2 to the Retiremen System for each month, beginning with January, 1932, during any part of which he is in City and County service as such member. Persons who were members of the Fire Department on January 8, 1932, shall not be required to make any contribution to the Retirement System as such members. If, however, prior to July 1, 1932, any member of the Fire or Police Department exercised affirmatively the option provided in Sections 8.540 and 8.565 respectively, of the Charter, of becoming members of the Retirement System under the provisions of Sections 8.543 and 8.567 of the Charter, respectively, then he shall contribute, effective January 8, 1932, and on the basis of his attained age to the nearest year upon such date, to the Retirement System in accordance with Section 16.51 of this Code, any contributions made by him under the provisions of this Section being credited on the contributions required of him under Section 16.51 of this Code. Likewise, each member of the 24 Police Department who exercised affirmatively the option provided in Section 8.540 of the 25 Charter, as amended in 1935, shall contribute, on and after the effective date of such affirmative

ORDINANCE NO.

action and on the basis of his attained age to the nearest year upon such date, to the Retirement System in accordance with Section 16.51 of this Code.))

Section 18. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.51.

((Section 16.51. Computation Of Normal Rates Of Contribution. The normal rates of contribution of all other members shall be those adopted by the Retirement Board and shall be based on sex and nearest age at time of entry into the Retirement System, or nearest age at time of entry into the San Francisco City and County Employees' Retirement System, if members of that system, such normal rates to be such as will provide, on the basis of experience as interpreted by the actuary, an average annuity at age 55 for persons who are members under Section 8.567 of the Charter, equal to ¾ of one percent of the final compensation of such members, for each year of service as members, and an average annuity at age 62 for all other male members, equal to of one percent, and for all female members, equal to 586/1000ths of one percent of the final compensation of such members, for each year of service as members. The actual amount of annuity receivable, however, by a member upon retirement for service shall be the actuarial equivalent of his accumulated contributions as provided in Section 16.70 of this Code. The rates so adopted shall remain in full force and effect until revised or changed by the Retirement Board in the manner provided in Section 16.61 of this Code.))

Section 19. Chapter 16, Article IV, of the San Francisco Administrative Code ishereby amended by repealing Section 16.53.

((Section 16.53. Normal Rates For Young And Old Members. The normal rate of
contributions established for age 61, or age 55 for members under Section 8.567 of the Charter,
shall be the rate for any member who has attained a greater age before entrance into the
Retirement System. In like manner, the normal rate of contribution established for age 20 shall
be the rate for any member who enters the Retirement System at a lesser age.))

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

19

20

21

22

23

24

25

### ORDINANCE NO.

Section 20. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.57.

((Section 16.57. Contributions, Etc., Of Members Earning More Than Five Hundred Dollars Per Month Prior To November 1, 1949. Each member who, prior to November 1, 1949, earned compensation of more than \$500 per month for City and County service rendered while a member shall pay into the Retirement Fund, by lump sum payment or by payroll deductions over a period not exceeding 36 months from November 1, 1949: (1) Such additional amount as he would have contributed as a part of his normal contributions, based on service credited to him at such date, and assuming that the portion of the compensation earned by him which did not exceed \$700 per month was subject to normal contributions during the entire period of his membership in the system; and (2) an amount equal to the additional interest which would have been credited to his account had he made normal contributions to the Retirement Fund on his compensation earned in excess of \$500 per month and not in excess of \$700 per month, prior to November 1, 1949. Each such member may, at his option, contribute in a like manner all or any part of: (1) Such additional amount as he would have contributed as a part of his additional contributions; and (2) an amount equal to the additional interest which would have been credited to his account on such additional contributions, both the additional contributions and interest being calculated in the same manner and under the same assumptions as are stated in 18 the preceding sentence for the calculation of the amount due from him on account of normal contributions.))

Chapter 16, Article IV, of the San Francisco Administrative Code is Section 21. hereby amended by repealing Section 16.58.

((Section 16.58. Payment Of Death Benefits Before Decedent Paid In Total Amount Due Under Optional Payments. If a death benefit becomes payable because of a member's death, before the payment of the total amount the member elected or was required to pay under

### ORDINANCE NO.

an optional payment or optional manner of payment provided in this Article with respect to normal contributions, his compensation not to exceed \$700 per month nevertheless shall be included in the computation of that portion of the death benefit which is provided in Paragraph (b) of Section 16.80 of this Code, and the unpaid balance of the total amount shall not be paid to the system. Any balance of the total amount remaining unpaid at the death of a member on account of which a death allowance is payable, or at his retirement for either service or disability, shall become due and payable forthwith.))

Section 22. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.59.

((Section 16.59. Additional Amounts To Be Paid By Members Not Exercising Option Provided By Section 16.31. Each member who does not affirmatively exercise the option provided in Section 16.31 of this Code and who prior to May 1, 1955, earned compensation of more than \$900 per month for City and County service rendered while a member shall pay into the Retirement Fund, by lump sum payment or by payroll deductions over a period not exceeding 36 months from May 1, 1955: (1) Such additional amount as he would have contributed as a part of his normal contributions, based on service credited to him and assuming that all of the compensation earned by him was subject to normal contributions during the entire period of his membership in the system; and (2) an amount equal to the additional interest which would have been credited to his account had he made normal contributions to the Retirement Fund on his compensation earned in excess of \$900 per month prior to May 1, 1955. Each such member may, at his option, contribute in a like manner, all or any part of: (1) Such additional amount as he would have contributed as a part of his additional contributions; and (2) an amount equal to the additional interest which would have been credited to his account on such additional contributions, both the additional contributions and interest being calculated in

1

2

3

4

5

6

7

8

9

10

11

12

13

14

16

17

18

19

20

21

22

23

24

### ORDINANCE NO.

the same manner and under the same assumption as is stated in the preceding sentence for the calculations of the amount due from him on account of normal contributions.))

Chapter 16, Article IV, of the San Francisco Administrative Code is Section 23. hereby amended by repealing Section 16.60.

((Section 16.60. Effect Of Death Of Member Before Payments Under Optional

Plans. If a death benefit becomes payable because of a member's death, before the payment of the total amount the member elected or was required to pay under an optional payment or optional manner of payment, provided in this Article with respect to normal contributions, his compensation not to exceed \$900 dollars per month if he be a person who affirmatively exercises the option provided in Section 16.31 of this Code, or all of his compensation if he be a person who does not so exercise such option, nevertheless shall be included in the computation of that portion of the death benefit which is provided in Section 16.80 (b) of this Code, and the unpaid balance of the total amount shall not be paid to the system.

Any balance of the total amount remaining unpaid at the death of a member, on account of which a death allowance is payable or at his retirement for either service or disability, shall 15 become due and payable forthwith.))

Section 24. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.61.

((Section 16.61. Determination Of Members' Contributions And Payment By City **Of Equal Amount.** 

After the close of each month the Retirement Board shall determine the aggregate (a) amount of the normal contributions for such month, excluding contributions provided for in Section 16.50 of this Code, and the portions of such aggregate amount deducted from compensation paid from:

25

1

2

3

4

5

6

7

8

9

10

11

21

22

23

24

25

ORDINANCE NO.

(1) Funds of operating public utilities, which shall include units of the HetchHetchy Project certified from time to time by the Public Utilities Commission as beingcompleted and placed on a permanent operating basis.

(2) Bond funds not included under the preceding paragraph.

- (3) Funds of the City and County School Department.
- (4) County road funds.
- (5) Other special funds.
- (6) All other sources.

(b) There shall be paid to the Retirement Fund from each of the funds included underSubsection (a) of this Section, an amount equal to the total normal contributions deducted fromcompensation paid from such fund.

12 The Board shall certify to the Controller the amount of normal contributions deducted 13 from compensation paid from all other sources as set forth in Paragraph (6), Subsection (a) of 14 this Section, and the Controller shall charge an equal amount to the appropriation for the 15 Retirement System in the budget for the then current fiscal year. Nothing in this Section, however, shall prevent the determination of the amount of normal contributions deducted from 16 17 compensation paid from any fund, on payrolls carrying compensation from more than one fund, 18 as being the amount which bears the same ratio to the total normal contributions deducted on 19 such roll as the compensation paid from such fund bears to the total compensation paid from all 20 funds on such roll.))

Section 25. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.62.

((Section 16.62. City Contributions From Former Police Fund. The City and County shall pay to the Retirement System an amount equal to the contributions, improved with interest at the rate of four percent per annum, compounded at June 30th of each year, from the first day

1

2

3

4

5

6

7

8

9

10

### ORDINANCE NO.

of the month following that for which the contribution was made to January 8, 1932, made to the Police Relief and Pension Fund by persons who were members of the Police Department on January 8, 1932.

The individual account of each of such persons shall be credited with that portion of such accumulated contributions, which is made up of contributions, with such interest, made by him to such fund. Any balance due under this Section from the City and County to the Retirement System on and after January 8, 1932, shall be improved with regular interest on and after that date.))

Section 26. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.63.

((Section 16.63. City Contributions For Prior Service. There shall be paid into the 11 12 Retirement Fund, by contributions of the City and County, the amounts necessary to pay all pensions and all other benefits allowable under the provisions of this Article to members on 13 account of prior service, with the exception contained in Sections 16.29-15.5, 16.29-15.6, 16.29-14 15 15.7 and 16.29-15.8 of this Code. Until the amount accumulated in the Retirement Fund becomes not less than the present value of all amounts thereafter payable from the Retirement Fund, the 16 17 amount due in each fiscal year to the fund under this Section shall be the amount payable from the fund in such fiscal year on account of prior service. Such portion of the amount as is annually 18 19 due to the Retirement Fund on account of prior service rendered by persons as employees of 20 municipally-owned operating public utilities, which shall include units of the Hetch Hetchy Project certified from time to time by the Public Utilities Commission as being completed and 21 22 placed on a permanent operating basis, or on account of prior service rendered by persons as 23 employees of the City and County School Department, shall be paid from the funds of such public utilities or from the funds of the City and County School Department, respectively; 24 25 provided, that no amount due to the Retirement Fund on account of prior service rendered by

### ORDINANCE NO. \_\_\_\_\_

persons receiving retirement allowances under the provisions of Subsection (c) of Section 8.507 of the Charter shall be paid from the funds of the City and County School Department. After the close of each month, the Board shall certify to the Controller the amount due to the Retirement Fund under this Section on account of prior service rendered by persons other than employees of such public utilities and the School Department, and the Controller shall charge an equal amount to the appropriation for the Retirement System in the budget for the then current fiscal year.))

2

3

4

5

6

7

8

9

Section 27. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.64.

((Section 16.64. City Contributions For Administrative Costs Of System. The administrative costs of the Retirement System shall be met by contributions of the City and County. Such contributions shall be charged against the appropriation for the system in the budget for the then current fiscal year and paid from other funds as determined by the Controller on the basis of information furnished by the Retirement Board.))

Section 28. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.65.

10 ((Section 16.65. Certification And Charge For Benefits Not Provided By Members' 11 Contributions; Ratification Of Prior Payments; Retention Of Unallocated Contributions. 12 During each fiscal year the Retirement Board shall certify to the Controller the amount of 13 benefits not provided by members' contributions and paid during such year by the Retirement System on account of service rendered on and after January 8, 1932, by persons as members of 14 15 the system under Sections 8.540 and 8.565 of the Charter, and the Controller shall charge an 16 equal amount to the appropriation of the Retirement System for that year. Contributions made by 17 the City and County to meet such benefits paid prior to July 1, 1946, are hereby ratified and confirmed, and the accounts of the Retirement System shall be adjusted accordingly as of June 18 19 30, 1946. Any assets growing out of such contributions made by the City and County on account 20 of such benefits, remaining unallocated after such adjustment, shall be retained by the 21 Retirement System as a reserve against the obligation of the City and County on account of 22 benefits that have been granted and on account of prior service of members.))

23 24 25

2

3

5

6

7

8

g

1d

16

17

18

19

20

21

22

23

24

ORDINANCE NO.

Section 29. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.68.

((Section 16.68. Service Retirement. Retirement of a member for service shall be made by the Retirement Board as follows:

(a) Each member (except persons who become members under Section 8.565 of the Charter) who has attained the age of 70 years in City and County service; or within four months after discontinuance of City and County service; or while physically or mentally incapacitated for the performance of duty, if such incapacity has been continuous from discontinuance of City and County service, shall be retired on the first day of the calendar month next succeeding that in which said member shall have attained the age of 70 years.

(b) Any member in City and County service - or within four months after
discontinuance of City and County service; or while physically or mentally incapacitated for the
performance of duty, if such incapacity has been continuous from discontinuance of City and
County service - may retire upon written application to the Retirement Board, stating what time
he desires to be retired; provided, that such member:

(1) If he be a member, under Section 8.540 of the Charter, shall be credited, at the time so specified for retirement, with 30 years of continuous service as a member of the Police Department, and shall have attained the age of 62 years.

(2) If he be a member, under Section 8.565 of the Charter, shall be credited, at the time so specified for retirement, with:

(A) Twenty-five years of continuous service as a member of the Fire Department, regardless of age; or,

(B) Twenty years of continuous service as a member of the FireDepartment and shall have attained the age of 55 years.

25

## ORDINANCE NO.

11	
1	(3) If he be a member under Section 8.543 of the Charter, shall be credited, at
2	the time so specified for retirement, with:
3	(A) Twenty-five years of continuous service; and shall have attained
4	the age of 62 years; or,
5	(B) Thirty years of continuous service; and shall have attained the age
6	of 57 years.
7	(4) If he be a member under Section 8.567 of the Charter, shall be credited, at
8	the time so specified for retirement, with:
9	(A) Twenty years of continuous service and shall have attained the age
10	of 55 years; or,
11	(B) Thirty years of continuous service and shall have attained the age
12	of 52 years.
13	(5) If he be a member under any other Charter provision, shall be credited, at
14	the time so specified for retirement, with:
15	(A) Ten years of continuous service; and shall have attained the age of
16	62 years; or,
17	(B) Thirty years of continuous service; and shall have attained the age
18	of 57 years.))
19	Section 30. Chapter 16, Article IV, of the San Francisco Administrative Code is
20	hereby amended by repealing Section 16.69.
21	((Section 16.69. Retirement Age For Members Under Section 8.509 Of The Charter.
22	Each person who is a member of the Retirement System under Section 8.509 of the Charter shall
23	be retired on the first day of the month next following the attainment by him of the age of 70
24	years during the 12 months ending June 30, 1948; the age of 69 years during the 12 months
25	ending June 30, 1949; the age of 68 years during the 12 months ending June 30, 1950; the age of
1	

### ORDINANCE NO.

67 years during the 12 months ending June 30, 1951; the age of 66 years during the 12 months ending June 30, 1952; and thereafter, following the attainment of the age of 65 years. Any such member who attains the age set forth in the preceding sentence as the compulsory age of retirement during any 12 months, prior to the beginning of such 12 months, shall be retired on the first day of such 12 months.))

Section 31. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.70.

((Section 16.70. Allowances Upon Retirement For Service. A member, upon retirement for service as provided in Section 16.68 of this Code:

(a) If he be a member under Sections 8.540 or 8.565 of the Charter shall receive a retirement allowance as provided in such sections for members at January 8, 1932, of the Police and Fire Departments, respectively, upon service retirement as distinguished from disability retirement and death. Such retirement allowance shall be provided by the accumulated contributions credited to the member's individual account and by the City and County's contributions on account of prior service and on account of service as a member of the system, in proportions as determined by the Retirement Board.

(b) If he be a member under any other Charter provision, shall receive a retirement allowance, which shall consist of:

(1) An annuity which shall be the actuarial equivalent of his accumulated contributions at the time of his retirement;

(2) A pension, purchased by the contributions of the City and County, equal to that portion of the annuity purchased by the accumulated normal contributions of the member, and if he be a member who did not affirmatively exercise the option in Subsection (h) of Section 8.540 of the Charter, a pension which shall be the actuarial equivalent of the accumulated contributions of the City and County held for his benefit

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

### ORDINANCE NO.

on account of City and County service rendered after January 8, 1932, as a member under Sections 8.540 or 8.565 of the Charter; and,

An additional pension, purchased by the contributions of the City and (3)County, which shall be equal to 1- percent or 1- percent if he be a member under Section 8.567 of the Charter, of his final compensation multiplied by the number of years of prior service credited to him, plus the number of years of City and County service credited to him as having been rendered from January 8, 1932, to the effective date of his affirmative acceptance of the option in Subsection (h) of Section 8.540 of the Charter, less an amount equal to the portion of the annuity purchased by accumulated contributions of the member made at the rate of \$2 per month; except that if a member (other than a person who has affirmatively exercised the option in Subsection (h) of Section 8.540 of the Charter) shall retire after 30 years of continuous service and before attaining the age of 62 years, or 55 years (if he be a member under Section 8.567 of the Charter), the additional pension shall be such - as can be purchased at the age of retirement by the actuarial value, at the age of retirement, of a pension, deferred to age 62 years - or 55 years, if he be a member under Section 8.567 of the Charter - equal to 1- percent or 1percent if he be a member under Section 8.567 of the Charter, of his final compensation multiplied by the number of years prior service credited to him - provided, that in the calculation of any additional pension under this paragraph in the case of a member having credit for more than one class of prior service, that is, prior service as a teacher in the day schools, as a teacher in the evening schools or as an employee in any other position, separate additional pensions shall be calculated in a manner prescribed for each class of prior service, the final compensation in each case being that for the respective class of service.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

### ORDINANCE NO.

(c) Any member who receives credit for prior service, and who is retired by reason of attaining the age of 70 years, shall receive on account of prior service such additional pension, purchased by the contributions of the City and County, as will make his total retirement allowance, exclusive of the annuity provided by his accumulated additional contributions, not less than \$450 per year, unless such \$80 exceeds of his final compensation, in which event, his total retirement allowance, exclusive of the annuity provided by his accumulated additional contributional contributions, shall be not less than of his final compensation.))

Section 32. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.70-2.

((Section 16.70-2. Compulsory Retirement. Any member under Section 8.507 of the Charter who is subject to compulsory retirement under said section, effective on a date after the effective date of Section 16.70-1 of this Code and prior to July 1, 1965, shall be entitled to the optional retirement benefits provided in said Section 16.70-1, upon his election prior to the effective date of his retirement and on a form provided by the Retirement System, to be so entitled, and upon his payment on or before his retirement of retroactive contributions as provided in said Section 16.70-1, for time on and after July 1, 1947.))

Section 33. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.72.

((Section 16.72. Disability Retirement - Allowances Upon Disability Retirement Period. Upon retirement for disability as provided in the preceding section, a member who has qualified for retirement for service under the provisions of Section 16.70 of this Code, except the provisions of such section permitting retirement below the normal retirement age after 30 years of continuous service, shall receive a service retirement allowance as provided in Section 16.70 of this Code and shall be considered as a service retirement, except as provided in Subsection (b) of this Section; otherwise, such member:

g

### ORDINANCE NO.

(a) If he is a member under Section 8.540 or 8.565 of the Charter, he shall receive a retirement allowance as provided in such sections for members at January 8, 1932, of the Police and Fire Departments, respectively, upon disability retirement as distinguished from service retirement and death. Such retirement allowance shall be provided by the accumulated contributions credited to the member's individual account and by the City and County's contributions on account of prior service, and on account of service as a member of the system, in proportions as determined by the Retirement Board.

(b) If he is a member under Section 8.543 or 8.567 of the Charter, and if his disability, in the opinion of the Retirement Board, is the result of bodily injury received in the performance of duty, shall receive:

(1) An annuity which shall be the actuarial equivalent of his accumulated contributions at the time of his retirement; and,

(2) A pension purchased by contributions of the City and County, which, together with the annuity provided by his accumulated normal contributions, shall make his total retirement allowance, exclusive of the annuity provided by his accumulated additional contributions, equal to one-half of his final compensation. If such member shall have been continuously incapacitated for the performance of any duties from the date of, and shall die as a result of such injury while receiving such retirement allowance, then the retirement allowance shall be continued after his death to his surviving wife to whom the member was married prior to sustaining the injury, to continue as long as she shall live or until her remarriage; or, if there be no widow, or if the widow die before any child of such deceased member shall have attained the age of 16 years, then to his child or children under such age collectively, to continue until every child dies or attains such age. A member qualifying for continuation of a retirement allowance under this

paragraph shall not be subject to the provisions of this Section referring to service retirement.

(c) If he is a member under Section 8.543 or 8.567 of the Charter and if his disability, in the opinion of the Retirement Board, is not the result of bodily injury received in the performance of duty, or if he be a member under any other Charter provisions, he shall receive:

(1) An annuity which shall be the actuarial equivalent of his accumulated contributions at the time of his retirement; and,

(2) A pension purchased by the contributions of the City and County, which together with the annuity provided by his accumulated normal contributions shall make the retirement allowance, exclusive of the annuity provided by his accumulated additional contributions, equal to:

(A) One and one-fourth percent of his final compensation multiplied by the number of years of City and County service credited to him, if such retirement allowance exceeds <sup>1</sup>/<sub>4</sub> of his final compensation; otherwise,

(B) One and one-fourth percent of his final compensation multiplied by the number of years of City and County service which would be creditable to him were his City and County service to continue until attainment by him of age 62, but such retirement allowance shall not exceed ¼ of such final compensation. In the calculation of a retirement allowance under this paragraph in the case of a member having credit for more than one class of service, that is, service as a teacher in the day schools, as a teacher in the evening schools or as an employee in any other position, separate retirement allowances shall be calculated, in the manner prescribed for each class of service; the final compensation in each case being that for the respective class of service; provided, that the final compensation upon which the minimum total retirement allowance is calculated in such case shall be based on the compensation earnable by the member in the

2

3

4

5

6

7

8

9

10

11

12

classes of service rendered by him during the 10 years immediately preceding his retirement.))

Section 34. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.73.

((Section 16.73. Disability Retirement - Allowances Upon Disability Retirement Prior To July 1, 1947. Notwithstanding the preceding section, upon retirement for disability, effective prior to July 1, 1947, as provided in Section 16.71 of this Code, a member who has qualified for retirement for service under the provisions of Section 16.70 of this Code, except the provisions of such section permitting retirement below the normal retirement age after 30 years of continuous service, shall receive a service retirement allowance as provided in Section 16.70 of this Code and shall be considered as a service retirement, except as provided in Subsection (b) of this Section; otherwise, such member:

(a) If he is a member under Section 8.540 or 8.565 of the Charter, shall receive a
retirement allowance as provided in Section 16.72 of this Code;

(b) If he is a member under Section 8.543 or 8.567 of the Charter, and if his
disability, in the opinion of the Retirement Board, is the result of bodily injury received in the
performance of duty, shall receive a retirement allowance as provided in Section 16.72 of this
Code;

(c) If he is a member under Section 8.543 or 8.567 of the Charter, and if his
disability, in the opinion of the Retirement Board, is not the result of bodily injury received in
the performance of duty, or if he is a member under any other Charter provisions, he shall
receive, notwithstanding the provisions of Section 16.72 of this Code:

23

24

(1) An annuity which shall be the actuarial equivalent of his accumulated contributions at the time of his retirement; and,

25

2

3

4

5

6

7

8

ġ

10

11

12

13

14

15

### ORDINANCE NO.

(2) A pension purchased by the contributions of the City and County, which together with the annuity provided by his accumulated normal contributions shall make the retirement allowance, exclusive of the annuity provided by his accumulated additional contributions equal to:

(A) One and one-half percent of his average monthly salary earnable during the five years immediately preceding his retirement multiplied by the number of years of City and County service credited to him, if such retirement allowance exceeds of his final compensation; otherwise,

(B) One and one-half percent of his five-year average monthly salary earnable multiplied by the number of years of City and County service which would be creditable to him were his City and County service to continue until attainment by him of age 60, but such retirement allowance shall not exceed of such five-year average monthly salary earnable. In the calculation of a retirement allowance under this paragraph in the case of a member having credit for more than one class of service, that is, service as a teacher in the day schools, as a teacher in the evening schools or as an employee in any other position, separate retirement allowances shall be calculated, in the manner prescribed, for each class of service, such five-year average monthly salary earnable in each case being that for the respective class of service; provided, that the final compensation upon which the minimum total retirement allowance is calculated in such case shall be based on the compensation earnable by the member in the classes of service rendered by him during the five years immediately preceding his retirement.))

### ORDINANCE NO.

Section 35. Chapter 16, Article IV, of the San Francisco Administrative Code is hereby amended by repealing Section 16.78.

((Section 16.78. Increase In Allowances For Persons Retiring Under Provisions Of Section 8.509 Of The Charter. Every allowance payable for time commencing on the effective date of this Section to any person who was retired as a member under Section 8.509 of the Charter, prior to such effective date, is hereby increased to the amount it would be if the provisions of Section 11 of Bill No. 1125, Ordinance No. 4.073, designated Section 211, Article 3, Part I of the San Francisco Municipal Code, as they exist on such effective date, had been in effect on the date of the actual retirement of the member. This Section does not authorize any decrease in such allowance, nor does this Section give any such retired person, or his successors in interest, any claim against the City and County for any increase in any allowance paid or payable for time prior to its effective date. The increase in the retirement allowance shall be apportioned according to service rendered by the member in the same manner that the allowance prior to increase was apportioned.))

APPROVED AS TO FORM:

LOUISE H. RENNE City Attorney

M MUR By:

DAN MAGUIRE Deputy City Attorney

BOARD OF SUPERVISORS

25

2

3



Tails

# Ordinance

File Number: 001006

Date Passed:

Ordinance amending Chapter 16, Article IV of Part 1 of the San Francisco Administrative Code by repealing Sections 16.29-15.3, 16.29-15.4, 16.29-15.5, 16.29-15.6, 16.29-15.7, 16.29-15.8, 16.29-15.9, 16.29-18, 16.29-19, 16.30, 16.31, 16.35, 16.36, 16.39, 16.40, 16.50, 16.51, 16.53, 16.57, 16.58, 16.59, 16.60, 16.61, 16.62, 16.63, 16.64, 16.65, 16.68, 16.69, 16.70, 16.70-2, 16.72, 16.73, and 16.78, regarding the Retirement System, to eliminate out-dated and obsolete provisions.

July 24, 2000 Board of Supervisors — PASSED, ON FIRST READING Ayes: 11 - Ammiano, Becerril, Bierman, Brown, Katz, Kaufman, Leno, Newsom, Teng, Yaki, Yee

July 31, 2000 Board of Supervisors — FINALLY PASSED Ayes: 9 - Ammiano, Becerril, Bierman, Katz, Kaufman, Leno, Newsom, Teng, Yee Absent: 2 - Brown, Yaki File No. 001006

I hereby certify that the foregoing Ordinance was FINALLY PASSED on July 31, 2000 by the Board of Supervisors of the City and County of San Francisco.

Gloria L. Young

Clerk of the Board

AUG 1 1 2000

Date Approved

Mayor Willie L. Brown Jr.

File No. 001006