

EM SUBMISSION NO.: EME2442014

PRESENTED: 4-22-14

ADOPTED: 4-23-14

RESOLUTION TO DISSOLVE FUND 736, PUBLIC EMPLOYEE HEALTH CARE FUND, AND MOVE FUND BALANCE TO FUND 627, FRINGE BENEFIT FUND

Pursuant to authority granted under Act 149 of 1999, (MCL 38.1211, et seq) on August 2, 2002, the City of Flint established Fund 736, a post-retirement health care fund to address outstanding liability associated with providing health care coverage of its retirees and to ensure the City's ability to continue to provide such coverage; and

After discussions with the City's auditors, it has been determined that to streamline the payment of benefits, Fund 736 shall be dissolved and the fund balance shall be transferred to a new program line item within Fund 627; and

The fund balance transferred to the new program line item shall continue to be restricted for the sole use of retiree healthcare; and


City officials shall prepare a budget amendment as soon as practicable to transfer the fund balance from Fund 736 to Fund 627.

IT IS RESOLVED that Fund 736 established under resolution number 020845 of August 2, 2002, is hereby dissolved, and the fund balance shall be transferred to a new program line item within Fund 627 by way of a budget amendment to be prepared by City officials as soon as practicable. This change is necessary to streamline payment of benefit payments and shall be accomplished as set forth above.

APPROVED AS TO FORM:


Peter M. Bade, City Attorney

APPROVED AS TO FINANCE:


Gerald Ambrose, Finance Director

EM DISPOSITION:

ENACT 4 FAIL _____

DATED 4-23-14


Darnell Earley, Emergency Manager