



Legislative Briefing

CITY COUNCIL MEETING

MAY 15, 2018



AB 1912

AB 1912 (Rodriguez): Public Employees' Retirement: Joint Powers Agreements: Liability

- **Places substantial burdens and new unworkable requirements on cities by applying retroactive as well as prospective joint and several liability for all retirement related obligations to any current or former member of a JPA throughout its existence.**
- **Mandates that a public retirement agency file suit against all agencies that have ever been a member of a terminated JPA for all retirement related obligations.**



AB 1912

- **Prohibits any retirement system from approving a new JPA without express joint and several liability provisions.**
- **In conflict with provisions of the California State Constitution in that the California constitutional debt limit prohibits an agency from incurring indebtedness beyond the agency's ability to pay the debt back from revenues received in the same fiscal year without the approval of two-thirds of its voters.**
- **Referred to the Assembly Appropriations Committee to be heard on May 16**



Recommendation

- **Authorize the Mayor to send communications indicating the City's opposition to AB 1912 (Rodriguez) Public Employees' Retirement: Joint Powers Agreements: Liability**

Discussion

