

BUDGET AND FINANCE COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to updated methods for determining the Los Angeles Fire and Police Pensions (LAFPP) health insurance premium subsidy, and amortization of costs and expenses for the Los Angeles City Employees' Retirement System (LACERS) Peace Officer Transfer Program.

Recommendation for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

PRESENT and ADOPT the accompanying ORDINANCE, dated July 21, 2026, amending Chapters 11.5 and 22 of Division 4 of the Los Angeles Administrative Code (LAAC) to:

- a. Implement a case settlement that requires updating methods for determining the health insurance premium subsidy for LAFPP Members.
- b. Authorize the amortization of costs and expenses for the LACERS Peace Officer Transfer Program.
- c. Make technical amendments to LAFPP plan provisions.

Fiscal Impact Statement: None submitted by the City Attorney. Neither the City Administrative Officer nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted

10 VOTES REQUIRED ON SECOND READING

SUMMARY

At its meeting held on August 18, 2026, your Budget and Finance Committee considered the City Attorney report and draft Ordinance, dated July 21, 2026, relative to amending the LAAC for implementation of a settlement agreement between the United Firefighters of Los Angeles City, Police Protective League, the City, and the Board of Fire and Police Commissioners; which clarifies the parameters that the LAFPP must use to determine the annual increase to the retiree health insurance premium subsidy for LAFPP Members under the age of 65. The draft Ordinance also amends the LAAC to allow for the amortization of costs and expenses associated with the LACERS Peace Officer Transfer Program pursuant to the authority provided by Measure FF. Portions of the LAAC would also be amended to provide technical corrections to the LAFPP's plan provisions. After an opportunity for public comment was held, the Committee moved to approve the City Attorney report and draft Ordinance, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
YAROSLAVSKY:	YES
BLUMENFIELD:	YES
HUTT:	YES
McOSKER:	YES
HERNANDEZ:	YES

AXB
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-NOT OFFICIAL UNTIL COUNCIL ACTS-