



DAVID B. WESCOE
Retirement Administrator

July 24, 2007

Kevin C. Smith
Policy Advisor and Press Secretary
Office of Councilmember Donna Frye
202 C Street, MS 10A
San Diego, CA 92101

Subject: Your July 19, 2007 Follow Up E-Mail

Dear Kevin:

I am writing in response to your e-mail on July 19, asking for the number of City employees currently receiving benefits that exceed the Internal Revenue Code section 415 (b) limits.

Because the 415 (b) limit applies only to members and beneficiaries who are already receiving benefits from SDCERS, current City employees cannot receive benefits in excess of the 415 (b) limit. As for retired City members and beneficiaries, we won't know the number whose benefits exceed the 415 (b) limits until the IRS approves SDCERS' testing methodology, which we expect will occur sometime this fall. When we receive this information, I'll get the numbers to you.

Please call me if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'David B. Wescoe', is written over a horizontal line.

David B. Wescoe

cc: Steven Hadley