



#### CITY OF DOVER PROPOSED ORDINANCE #2024-07

# BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF DOVER, IN COUNCIL MET:

That Chapter 80 – Personnel, Article IV – Pension Plans and Retirement Benefits (except Police), Division 3 – General Employee Pension Plan, be amended by inserting the text indicated in bold, blue font and deleting the text indicated in red strikeout as follows:

## Section 80-500 – General employee pension plan established; purpose.

- (a) Generally. There is hereby established the city general employee pension plan. The purpose of the plan is to establish the terms and conditions under which retirement and disability benefits shall be provided to eligible employees of the city. The benefits under the plan shall be in addition to amounts received as social security benefits or from any other pension plan.
- (b) For employee exclusively. This plan is created for the exclusive benefit of the employees of
  the city and shall be interpreted in a manner consistent with it being an employee's trust, as
  defined in section 401(a) of the Internal Revenue Code (26 USC 401(a)). Therefore, under
  no circumstances shall any funds contributed to this plan, or any assets of the plan or trust
  ever revert to or be used or enjoyed by the city, nor shall any such funds or assets ever be
  used other than for the benefits of the employees of the city and their the beneficiaries of
  those employees, prior to the satisfaction of all liabilities under this plan to the employees.

## Section 80-501 – Eligibility of participant.

Each eligible employee not drawing any retirement benefits from the mayor and city council as of January 1, 1967, shall, upon compliance with the provisions of this division, become a general employee pension plan participant under this division, commencing on July 1, 1967, or at any subsequent time immediately upon his employment. Effective September 28, 2009, the general employee pension plan is closed to new participants.

## Section 80-502 – Participation mandatory; exceptions.

The pension plan shall not be construed to give any employee the right to be retained in the employ of the city. All new employees hired after July 1, 1991, shall be required, as a condition of employment, to join the general employee pension plan or the deferred compensation plan. All new employees hired after September 29, 2009, are required to join the money purchase plan (IRC 401(a)), as defined in division 4. All participants of the general employee pension plan as of September 28, 2009, will remain members of either plan thereafter unless they shall leave leaving the employment of the city, retire, pass away, or elect retiring, passing away, or electing to terminate their participation in the general employee pension plan and become becoming a member of the money purchase plan (IRC 401(a)), as defined in 

42 division 4. 43 Section 80-503 – Defraudment. 44 45 It shall be unlawful for any person to knowingly make any false statement or falsify, or 46 47 permit to be falsified, any record of the pension plan in an attempt to defraud the plan. 48 49 Section 80-504 – Normal retirement. 50 51 The normal retirement date for each participant shall be the first day of the month following the attainment of the age of 65 years, provided that he has completed ten years of continuous 52 service have been completed. 53 54 55 Section 80-505 – Early retirement. 56 57 Reduced benefits. A participant who has completed ten years of continuous service and who (a) has attained the age of 55 years may retire at any time within the ten years preceding his the 58 59 normal retirement date; provided, however, that his retirement benefits shall be computed 60 at a reduced rate of one-half percent for each month computed from the date of early 61 retirement to age 65 years. 62 Unreduced benefits. 63 (b) 64 Hired May 1, 1994, or later. For eligible employees hired on or after May 1, 1994, a 65 (1) participant who has attained the age of 55 years, and whose attained age plus years of 66 continuous service is equal to or greater than 80, may retire at any time prior to his the 67 normal retirement date with no reduction in retirement benefits. 68 69 (2) Hired before May 1, 1994. For eligible employees hired before May 1, 1994, a 70 participant who has completed 25 years of continuous service or who has attained the 71 72 age of 50 years and completed 20 years of continuous service, may retire at any time 73 prior to his the normal retirement date with no reduction in retirement benefits. 74 75 Section 80-506 – Later retirement. 76 77 If a participant works beyond his the normal retirement date, the payment of the 78 participant's retirement benefits shall be deferred until his actual retirement. 79 Section 80-507 – Forced retirement with pension. 80 81 82 The general employee pension plan board, upon recommendation of the city council or the city manager, may require retirement in any case where deemed necessary due to the lack of 83 work or inability of the employee to perform with a satisfactory degree of efficiency, provided 84 85 that the employee qualifies for either normal retirement pursuant to section 80-504, or early retirement pursuant to section 80-505. The employee shall then be entitled to receive, 86 87 commencing on the first day of the month coinciding with or next following his the date of 88 retirement, pension benefits equal to the benefits computed in accordance with the provisions of section 80-508 on the basis of the employee's service completed prior to actual retirement.

90 91

92

101

106

111

## Section 80-508 – Amount of retirement benefits.

93 Retirement January 1, 1995, or later. The amount of retirement benefits payable to a participant who retires on or after January 1, 1995, shall be computed on the basis of one-fiftieth 94 of his the participant's average actual monthly earnings multiplied by the total number of years 95 of continuous service. Average actual monthly earnings shall be a participant's base pay plus 96 97 scheduled overtime, payment for being on call, except those hours reported for being called out, 98 and any retroactive pay corrections which involve any one of the mentioned payments during 99 any period of 36 consecutive months in his the final ten years of continuous service which results in the highest average monthly earnings. 100

102 If an employee's approved absence is the result of a workers compensation injury, the base 103 wages that the employee would have earned had **he the employee** not been on workers 104 compensation leave will be included when determining the highest 36 consecutive months 105 within his the employee's final ten years of continuous service.

107 The value of lost base salary as a result of mandatory furlough shall be added to an 108 employee's final average compensation and considered in the calculation of the amount of 109 retirement benefits, if the time period in which the mandatory furlough was required is within 110 the highest 36 consecutive months or earnings within the final ten years of continuous service.

Annual Increase. The retirement income of a retired member of this plan shall be increased by two percent per annum every January 1. This increase in retirement pay shall be cumulative and the previous year's increase shall be included in the retired member's retirement income for the purpose of calculating the annual two percent increase.

116 117

118

# Section 80-509 – Form of benefits.

(a) Normal form. A monthly benefit shall be payable on the first day of the second month preceding the date on which the application for such benefit is filed. Payment will be retroactive to the retirement date. Payments of benefits shall be payable monthly thereafter during his the participant's lifetime and terminating with the last payment on the first day of the month of the death of the participant. The general employee pension plan board shall be notified of all plan participant retirements.

125

126 *Death of participant, etc.* Upon the death of a participant who has retired, or who is eligible (b) to be retired under any of the provisions of this division, payment shall be made to their the 127 participant's eligible survivors in the amount of 50 percent of the monthly payments to 128 129 which the participant was or would have been entitled. Upon the death of a participant who has completed a minimum of ten years of service but is not yet eligible to retire because of 130 due to age and/or years of service, payment shall be made to their the participant's eligible 131 132 survivors in the amount of 50 percent of the monthly payment to which the participant was or would have been entitled. The pension amount will be based upon section 80-508. There 133 134 shall be no reduction in benefits. In no instance shall actual monthly payments be less than 135 \$200.00, to be effective July 1, 2000. Upon the death of both the participant and eligible

survivor, if the benefit payments received in the aggregate are less than the member's 136 contributions, the balance of the member's contributions, plus five percent interest, will be 137 paid to the surviving beneficiary designated or his to the estate if no designation has been 138 made and submitted to the general employee pension plan board. The amount of benefit 139 140 payments received and the amount of the member's contributions shall be determined from 141 the record of the pension board. The city shall request all plan participants to review eligible survivor and surviving beneficiary information annually and revise it as 142 needed. 143

- (c) *Eligible survivor*. An eligible survivor shall be one of the following in the order of
   preference listed:
- *Spouse.* The participant's spouse who was married to the participant for at least one year. Surviving spouse shall be required to provide supporting documents of marriage.
- 151 (2) Children, unmarried. Child or children of participant.
  - a. The surviving **child or** children, biological or legally adopted, of the participant, who have not attained their 18<sup>th</sup> birthday 18 years of age.
- b. If said Said surviving child or children of the participant is attending school on a full-time basis and provides providing proof of attendance each year of eligibility, who have not attained 26 years of age. Benefits shall cease with the payment due for the month in which he the child or children ceases to attend school on a full-time basis or with the payment due for the month in which his 22<sup>nd</sup> birthday shall occur age 26 is attained, whichever shall occur first.
- (d) Commencement of payment. Benefits payable to eligible survivors shall commence on
   the first day of the month following the date of the participant's death.
- 164

144

147

152

153

154 155

- 165 (e) *Benefits Cessation of benefits payable*. Benefits payable to eligible survivors shall cease:
- 166 (1) Spouse. With respect to an eligible survivor who is a spouse, with the payment due
   167 for the month in which their remarriage or death shall occur, whichever occurs
   168 first.
- (2) *Children Surviving child or children*. With respect to an eligible survivors who is a child(ren) are children with the payment due for the month in which his 18<sup>th</sup> birthday age 18 is attained or death shall occur, whichever shall occur first unless the child or children attend school full-time and have not attained 26 years of age.
  Payments shall be made in accordance with subsections (2)a. and b.
- 174
- (f) *Eligibility for benefits.* The eligibility of any person or persons to receive payment of
   benefits as an eligible survivor shall be determined conclusively by the general employee
   pension plan board based on the application of such person or persons and any other
   information which the pension board deems to be appropriate.
- 179

180 181

## Section 80-510 – Total and permanent disability.

(a) Definition. As used in this division, a participant shall be deemed to be "totally and
permanently disabled" when the general employee pension plan board, on the basis of a medical
examination by a physician or physicians selected by the pension board, finds the employee:

185

189

(1) Work generally. To be totally and permanently prevented from engaging in any occupation
or employment for remuneration or profit as a result of bodily or mental injury or disease,
whether occupational or nonoccupational in cause; or

(2) Employment. To be totally and permanently prevented from continuing in their capacity
 as an employee as a result of bodily or mental injury or disease, whether occupational or
 nonoccupational in cause.

193
194 (b) Exclusions. Total and permanent disability, within the terms of this division, shall exclude
195 disability resulting from or consisting of chronic alcoholism, addiction to narcotics, engaging in
196 a felonious criminal act for which they are found guilty, or a willful effort on their part to bring
197 about the injury or illness to themselves or any other person or service in the armed forces of
198 any foreign country.

199

202

203 204

205

206 207

208 209

213

# Section 80-511 – Early retirement due to permanent disability.

Any employee who has completed a minimum of ten consecutive years of service and sustains an injury or experiences a permanent health impairment to the extent of total and permanent disability shall be eligible for retirement upon application and certification by the general employee pension plan board that all of the criteria have been met. The pension amount will be based upon section 80-508. There shall be no reduction in benefit.

# Section 80-512 – Commencement of disability benefits.

- (a) *Removed from payroll*. A participant who files for a disability pension shall not work and
   be kept on the active payroll and receive credited service from the inception of the disability
   to the end of the first full calendar month following the date of application.
- (b) *Change in compensation; leave.* During the application period above, the participant's compensation shall not be increased.
- 216
  217 (c) *Commencement of benefits.* The eligibility for payment of disability benefits under this division shall commence, if approved, on the first day of the month following the application
  - period set forth in subsection (a).
- 219 220 221

222

# Section 80-513 – Termination of employment.

- (a) *Forfeiture of participation*. Any participant whose employment is terminated prior to the date he becomes eligible of eligibility for retirement benefits shall forfeit his-status as a participant in the pension plan and all accumulated credit for continuous service.
- 226

Proposed Ordinance #2024-07 - Amending Chapter 80 – Personnel, Article IV – Pension Plans and Retirement Benefits (except Police), Division 3 – General Employee Pension Plan Page 6

- Ten years' service. Any participant with a minimum of ten years of continuous service and 227 (b) whose employment is terminated prior to the date he becomes becoming eligible for 228 229 retirement benefits under sections 80-504-Normal retirement, 80-505-Early retirement, 230 80-506—Later retirement or 80-510 80-511—Early retirement due to permanent disability, 231 shall become vested and upon attaining the age of 65 years, shall be eligible for pension benefits under the provisions of section 80-508-Amount of retirement benefits, upon 232 233 application to the pension board of trustees. The form of the benefit will be based on the formula which was in effect at the time of termination. 234
- 235

247

259

261

263

264

265

266

267 268

269

270

- 236 Layoffs. Upon recall, any Any participant whose employment is terminated due to a layoff (c) and is recalled who is laid off and then rehired within five years of layoff, may apply to 237 the general employee pension plan board to have their previous service credits restored 238 239 immediately. If they have withdrawn Participants who withdrew their contributions, they must repay them as calculated by the city's actuary. A Upon approval by the general 240 241 employee pension plan board, returning employee participants must make an election to return previously refunded amounts, plus calculated interest, within 30 days. of approval of 242 the general employee pension plan board. Contributions will be reimbursed based on the 243 gross amount received. Participants who are laid off and not recalled rehired within five 244 years shall forfeit their status as a participant in the pension plan and all accumulated credit 245 246 for continuous service.
- *Request for refund.* When an employee leaves the employment of the city employment and 248 (d) is entitled to withdraw his contributions, with interest thereon a written notarized request 249 for a refund of contributions must be submitted before payment is made. Refunds will 250 be issued 90 days from the date the notarized request is received. Interest on the 251 contributions, at the rate of five percent per annum, shall be compounded annually from 252 the last day of the plan year in which such contribution was made to the earlier of the date 253 of commencement of retirement income or the date on which contributions are payable 254 pursuant to the provisions of the plan., then he shall submit a written notarized request for a 255 refund of these contributions before payment shall be made. Refunds will be issued 90 days 256 from the date when the notarized request is received. Contributions will automatically be 257 refunded five years from the date of separation. 258
- 260 Section 80-514 Cessation of disability pension benefits.
- 262 (a) A participant shall cease to qualify for disability pension benefits:
  - (1) Recovered. At the time that the general employee pension plan board determines, based on the basis of a medical examination by a physician or physicians selected by the pension plan board, that a participant is no longer totally and permanently disabled or has sufficiently recovered, but refuses to resume their regular occupation as an employee or to be reemployed by the city in some other suitable position for which they are suited or which is appropriate to their the participant's training and experience;
- 271 (2) *Refuses examination*. When the participant refuses to undergo a medical examination

Proposed Ordinance #2024-07 - Amending Chapter 80 – Personnel, Article IV – Pension Plans and Retirement Benefits (except Police), Division 3 – General Employee Pension Plan Page 7

- 272 requested by the general employee pension plan board; or
- 273
- (3) Age 65 years. On the first day of the month following the participant's  $65^{\text{th}}$  birthday.
- 275

274

- (b) Upon the occurrence of the earliest of the above events, disability pension benefits shall
   cease, except that, if the event of subsection (a)(3) of this section occurs, payment of the
   normal retirement benefits shall commence on that date, in the same amount as the
   disability pension benefits.
- 280
- 281 282

## Section 80-515 – Effect of state workers' compensation on disability benefits.

Any disability pension benefits received by a participant under the terms of this division as the result of an injury or illness compensable under the workers' compensation laws of the state shall be reduced by the amount of the workers' compensation payments actually received by the participant.

### 288 Section 80-516 – Benefits to cease upon reemployment; exceptions.

The Internal Revenue Code has provided guidance that to be considered retired for purposes of prohibitions against "in-service distributions," one must have an at least six-month break before returning to employment with the same employer and that such a return cannot be pre-planned at the time of retirement. If the individual is under the normal retirement age of 65, the individual will be subject to an annual earnings limit of \$30,000.00.

295

304

305 306

307

308

309

310311312

313

289

Any employee of the city who is receiving, or who shall receive, benefits under this 296 297 division, and who is thereafter reemployed by the city or appointed to any position by the mayor or council bearing remuneration, shall cease to draw benefits during the period of reemployment. 298 299 Upon termination of the reemployment, the benefits shall be restored. The provisions of this 300 section shall not apply to any employee who receives remuneration as a result of being elected or appointed to an elective or appointed office in the city, nor to any employee reemployed by 301 302 the city in a casual/seasonal capacity, not to exceed 180 calendar days. Employees would be 303 eligible to return to casual/seasonal status immediately following retirement.

Casual/seasonal employees may be employed by the city on a temporary basis in order to provide assistance for the following situations:

- (a) *Casual assistance*. Employee is needed on a sporadic or on-call basis where hours cannot be predetermined and vary greatly from week to week. Such employees may be used as needed.
- (b) *Seasonal assistance*. Employee is needed for peak operating seasons.
- (c) *Project assistance*. Employee performs duties related to a specific project that has
   defined objectives and an established time period of completion that does not exceed
   180 calendar days.

- 318(d) Primary incumbent replacement. Employee is needed to fulfill the job responsibilities319of the primary incumbent who is unable to perform such responsibilities for an320extended period of time. Such employees may be used for a maximum of 180 calendar321days or the length of time the incumbent is unable to perform the job responsibility,322whichever is less.
- 324 (e) *Contracting.* Any individual participating in the plan who contracts with the city or 325 represents any private enterprise that has a contract with an employer participating in 326 the plan must have a six-month separation from their the effective date of retirement if 327 the individual is under 65. The city shall maintain, in a form prescribed by the human 328 resources director, a certification of the worker's status. The certification will be used 329 for a determination of the individual meeting the definition of eligible employees under 330 this section.

### Section 80-517 – Benefit assignment, transfer, etc.

No participant or beneficiary under the plan shall assign, transfer, hypothecate, encumber, commute, or anticipate any interest he may have in payments, funds, or contracts under this plan. No interest shall in any way be subject to any legal process, levy of execution, attachment, or garnishment proceedings for the payment of any claim against the participant or any beneficiary under the plan, nor shall any such interest be subject to the jurisdiction of any bankruptcy court or insolvency proceedings.

Section 80-518 – Contributions.

#### (a) Payroll deductions.

- (1) Amount. For each year, while a participant of the plan, a participant shall contribute, by payroll deductions, an amount equal to 3½ percent of his the participant's average actual monthly earnings as described in section 80-508—Amount of retirement benefits (effective May 1, 1994). The city shall provide the plan participants with an annual statement of individual contributions.
- (2) *Employer contributions.* The city, pursuant to the provisions of section 414(h)(2) of the United States Internal Revenue Code (26 USC 414(h)(2)), shall pick up and pay the contributions which would otherwise be payable by the employee under this section. The contributions so picked up shall be treated as employer contributions for purposes of determining the amounts of federal income taxes to be withheld from the employee's compensation.
- (3) *Employee contributions picked up by city*. Employee contributions picked up by the
  city shall be paid from the same source of funds used for the payment of compensation
  to an employee. A deduction shall be made from each employee's compensation equal
  to the amount of the employee's compensation picked up by the employer. This
  deduction, however, shall not reduce the employee's compensation for purposes of
  computing benefits under the retirement system pursuant to this \*division.

364		
365		(4) Employee contributions credited.
366		
367		a. Employee contributions shall be credited to a separate account within the
368		employee's individual account so that the amount contributed prior to the effective
369		date for the pickup of the employee's contributions may be distinguished from the
370		amounts contributed on or after the effective date.
371		
372		b. The contributions, although designated as employee contributions, are being paid
373		by the employer in lieu of the contributions by the employee. The employee will
374		not be given the option of choosing to receive the contributed amounts directly
375		instead of having them paid by the employer to the retirement system.
376		
377	(b)	City contributions. The city shall make such contributions as necessary to meet the
378		requirements of the plan. Effective May 1, 1994, the city shall pick up the employee
379		contributions by a reduction in current earnings. Such picked-up contributions shall be
380		treated as employer contributions in determining tax treatment under the Internal Revenue
381		Code; however, the contributions so picked up shall be included in earnings for purposes of
382		the plan. Participant contributions which are picked up shall be treated, for all purposes of
383		this plan, in the same manner as participant contributions made prior to May 1, 1994.
384		
385	(c)	Other contributions. The general employee pension plan board shall receive all
386		appropriations, contributions, and interest allowances as may be received from time to time
387		by the city from the state or any other source, and designated specifically for employee
388		pensions.
389	( 1)	With drawel from the American who with draws from the concerd employee pension along
390 201	(d)	Withdrawal from plan. A member who withdraws from the general employee pension plan
391		for any reason, other than retirement, death, or disability, may request their that the
392 393		accumulated contributions, plus five percent interest, be paid to them after such date of withdrawal provided however their the contributions shall not be refunded to them carlier
393 394		withdrawal; provided, however, their the contributions shall not be refunded to them earlier than 90 days after receipt of their the notarized application for the same.
394 395		than 90 days after receipt of their the notarized application for the same.
395 396	(e)	Death of ineligible member. Upon the death of a member not eligible to retire under any
390 397	(e)	provision of this division, their the employee contributions shall be payable in a single sum
398		to their the participant's designated beneficiary or their the participant's estate if no
399		designation has been made.
400		designation has been made.
400	Se	ction 80-519 – City paramedics transferred to county.
402		che che parametrics cansiered to country.
403		Notwithstanding any other provision of this division, all persons employed by the city as
404	pai	amedics, who are transferred to the county emergency medical services department and who
405	-	ke a written election to remain in the city general employee pension plan shall continue to

404 parametrics, who are transferred to the county emergency medical services department and who 405 make a written election to remain in the city general employee pension plan, shall continue to 406 be considered eligible employees within the meaning of the pension plan as long as they the 407 paramedics are employed by the county emergency medical services department. All benefits 408 for any such paramedic shall be calculated as if the paramedic had remained a city employee 409 during his employment while employed with the county emergency medical services 410 department.

411					
412	Section	80-520– General employee pension plan board; established; duties.			
413					
414	There is hereby established a general employee pension plan board, the duties of which				
415	shall be	to manage the general employee pension plan.			
416					
417	Section	80-521– Composition.			
418					
419 420	Th	e general employee pension plan board shall consist of the following persons:			
421 422	(1)	Manager. The city manager.			
423 424 425 426	(2)	<i>City officials.</i> Two elected city officials who shall be appointed by the council president, subject to confirmation of a voting majority of the city council at its annual meeting.			
427	(3)	Participants. Three Four participants; or active, retired, or vested participants of the			
428	(-)	general employee pension plan who shall be elected by the active, retired, or vested			
429		participants and retired participants of the plan.			
430					
431	(4)	Controller/treasurer. The city controller/treasurer.			
432					
433	(5)	Election.			
434					
435		(a) Such election shall be for three-year staggered terms, beginning July 1 and ending			
436		June 30 three years later. A regular election for filling these positions will be held			
437		the third week of June each year.			
438					
439		(b) In the first week of April of each year, the city clerk shall notify those eligible to			
440		vote of the exact time and place of the election. Any general employee pension			
441		plan member that is eligible to vote and appears on the listing of qualified voters			
442		who will be unable to appear at the polling place on the date and time of the			
443		election may cast his or her vote by absentee ballot in the general employee pension plan election for the following reasons: 1) armed forces, 2) public service,			
444 445		3) occupation, 4) sickness, 5) disability, 6) religion, 7) vacation, or 8) residency			
446		outside of the Dover area which makes it infeasible to vote in person. Any active,			
447		retired, or vested member of the general employee pension plan who wishes			
448		to fill an expiring term or vacancy must submit their name to the city clerk's			
449		office by the deadline determined by the city clerk.			
450					
451		(c) Any general employee pension plan member that is eligible to vote and			
452		appears on the listing of qualified voters who will be unable to appear at the			
453		polling place on the date and time of the election may cast his or her vote by			
454		absentee ballot in the general employee pension plan election for the			
455		following reasons: 1) armed forces, 2) public service, 3) occupation, 4)			
456		sickness, 5) disability, 6) religion, 7) vacation, or 8) residency outside of the			

457	Dover area which makes it infeasible to vote in person. Participants wishing
458	to vote by absentee ballot must request an affidavit for absentee voting from
459	the city clerk's office. Once the affidavit is returned, the city clerk shall send
460	the participant an absentee ballot which must be completed and returned to
461	the city clerk's office. Both the affidavit and the completed absentee ballot
462	must be returned by the deadline determined by the city clerk.
463	
464	(d) Persons appearing to vote shall present proof of identity. The identification
465	shall be 1 or more of the following items that show the identity of the person:
466	(1) A current driver's license or ID card; (2) A uniformed service ID card;
467	(3) Another current photo ID issued by a government agency, the voter's
468	employer, high school, or higher education institution. The Election Officer
469	shall then check the person's name against the voter list. If the Election
470	Officer determines that the person is not eligible to vote in the election, the
471	Election Officer shall refer the person to the city clerk. The city clerk, after
472	hearing and considering evidence, shall determine whether to permit the
473	person to vote. Upon making the decision, the city clerk shall appropriately
474	annotate the voter list.
475 476	Section 80-522 – Term of office of members.
470 477	Section 80-322 – Term of office of members.
478	The term of office of each member of the general employee pension plan board, except the
479	city controller/treasurer, city manager, and elected city officials, shall commence on the first day
480	of the month following their election and continue for a period of three years or until their
481	successor shall be elected and qualified.
482	
483	Section 80-523 – Officers and ex officio members.
484	
485	The At its first meeting after each regular general employee pension plan board election,
486	the board shall elect a chairperson and a vice chairperson who shall serve in the absence of
487	the chairperson. The Committee Chair's responsibilities include chairing general employee
488	pension plan board meetings, setting agendas, and facilitating communication with the
489 490	<b>board as needed.</b> The city controller/treasurer shall be the pension fund treasurer and their the treasurer's bond shall cover all monies deposited with them
490 491	treasurer's bond shall cover all monies deposited with them.
491 492	Section 80-524 – Vacancies.
492 493	
493 494	If a vacancy occurs in the offices of the general employee pension plan board, the vacancy
495	shall be filled for the unexpired term within 60 days and in the same manner as the office was
496	originally filled. Should a member of the pension plan board cease to be in the employ of the
497	city, other than by retiring <b>or being vested</b> in accordance with this division, their the office as
498	a member of the board shall be declared vacant.
499	
500	Section 80-525 – Compensation of members.
501	
502	Members of the general employee pension plan board shall serve without compensation.

## **Section 80-526 – Meetings.**

The general employee pension plan board shall make all rules as to the time and place of meetings; and a majority of its membership shall be required to transact pension board business. The board shall meet on a quarterly basis to review investment performance but may meet more frequently if needed. Meetings may be called by the chairperson, vice chairperson, or three members of the board. The board will follow Robert's Rules of Order as its parliamentary authority. The rules contained in the current edition of Robert's Rules of Order Newly Revised shall govern the pension board in all cases to which they are applicable and in which they are not inconsistent with any special rules of order the board may adopt. 

#### 516 Section 80-527 – Powers.

The general employee pension plan board, in administering the pension plan, shall have the following powers in carrying out the purposes thereof:

- (1) Payment of funds. To pay funds to those entitled to receive them. The controller/treasurer shall sign all vouchers for the disbursements of the funds and shall report to the general employee pension board all financial transactions on an annual basis; Monthly cash receipts and expenditure reports will be delivered on a quarterly basis. The quarterly reports shall be provided in writing seven days in advance of the quarterly meeting.
- (2) *Purchase annuity contracts*. To purchase and pay the costs of group annuity contracts from any insurance company for the benefit of participants;
- (3) *Employment of agents, employees, etc.* To employ agents, employees, or experts to assist the pension board in carrying out the provisions of this division, including an agent to advise and make recommendations concerning the investment of funds, and to pay reasonable compensation for those services, and the compensation may be paid from income or corpus of the pension fund or by direct appropriation by the city council as the pension board and the city council may determine;
- Investments. To invest and reinvest money in the pension fund, without any limitation, (4) in United States or state municipal bonds or group annuity contracts. Money in the pension fund may also be invested and reinvested in other types of bonds, stocks, and securities to the extent the pension board may deem best and as is not prohibited by any law now or hereafter in force limiting the investments of the trustees. The pension board may from time to time change the investments of the fund and, to this end, may make sales of any investment privately, without advertisement and without the necessity of any court order, upon the terms that the pension board deems proper. The funds and investments may also be from time to time turned over to and placed in the custody of any fiscal agent designated by the pension board;
- (5) *Contracts.* To generally contract in matters relevant to effectuating and achieving the

Proposed Ordinance #2024-07 - Amending Chapter 80 – Personnel, Article IV – Pension Plans and Retirement Benefits (except Police), Division 3 – General Employee Pension Plan Page 13

550 purposes of this plan; 551 552 (6) Pension benefits. To receive and pay out pension benefits in accordance with the provisions of this division, or designate a fiscal agent to receive and pay out the pension 553 554 benefits; 555 (7) *Rules and regulations*. To make rules and regulations as may be necessary to effectuate 556 557 this subdivision. 558 Section 80-528 – City solicitor to render legal services. 559 560 The city solicitor shall render whatever legal service the general employee pension plan 561 board shall require. 562 563 564 Section 80-529 – Appeals. 565 Any employee dissatisfied with the action of the general employee pension plan board shall 566 have the right to appeal to the city council within 30 days from the date of formal notification of 567 that action. 568 569 570 ADOPTED: \* 571 **SYNOPSIS** 572 573 574 The amendments make gender-neutral edits; suggests review of beneficiary information by plan participants; removes total and permanent disability exclusions; requires the city to provide the plan 575 576 participants with an annual statement of individual contributions; changes the number and makeup of the 577 general employee pension plan board; provides additional direction with regard to the pension board 578 election; clarifies that a chairperson and a vice chairperson shall be elected annually; clarifies the 579 responsibilities of the chairperson; clarifies when the board can meet and who can call a meeting; adopts 580 Robert's Rules of Order as its parliamentary authority; requires that the board be provided monthly cash receipts and expenditure reports and that quarterly reports shall be provided in writing and presented at the 581

quarterly meetings.

584 Action History

- 585 07/22/2024 Scheduled for First Reading City Council
- 586 07/09/2024 Introduction Legislative, Finance, and Administration Committee
- 587 06/04/2024 Pension Board review and recommendation
- 588 04/19/2024 Pension Board considered amendments proposed by the sponsors and staff, sought legal
   589 assistance
- 590 04/09/2024 Introduction at Council Committee of the Whole Legislative, Finance, and
   591 Administration (Remanded back to the Pension Board and for legal review)
- 592 02/08/2024 Pension Board considered and recommended adoption, as revised by the Board