

ORDINANCE NO. 39-1998

AN ORDINANCE ELECTING FOR THE CITY TO MAKE CURRENT SERVICE AND PRIOR SERVICE CONTRIBUTIONS TO THE CITY'S ACCOUNT IN THE MUNICIPAL ACCUMULATION FUND OF THE TEXAS MUNICIPAL RETIREMENT SYSTEM AT SUCH RATE WITHIN LEGAL LIMITS, AS THE ACTUARY ANNUALLY DETERMINES IS REQUIRED TO FUND WITHIN A PERIOD OF TWENTY-FIVE YEARS FROM THE MOST RECENT VALUATION DATE, THE COSTS OF EMPLOYEE BENEFITS PAYABLE FROM, OR CHARGEABLE TO, THE CITY'S SAID ACCOUNT IN SAID FUND.

WHEREAS, the City of Abilene is a participating municipality in the Texas Municipal Retirement System, and has heretofore undertaken to provide certain retirement, death and disability benefits to its employees pursuant to Subtitle G, Title 8, Government Code, (hereinafter, the "TMRS Act"); and,

WHEREAS, the actuary for the System has determined that the City cannot fund the existing level of such benefits as are chargeable to its account in the Municipal Accumulation Fund of the System, within a period of twenty-five years from the latest actuarial valuation date by contributions at the present maximum rate allowed by Sections 855.407(a) and 855.501, of the TMRS Act; and,

WHEREAS, it is in the public interest that adequate provision be made to fund such benefits as authorized by law, now, therefore,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ABILENE, TEXAS:

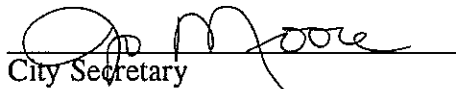
PART 1: Pursuant to Section 855.407(f), of the TMRS Act, the City hereby elects to make future normal and prior service contributions to its account in the municipal accumulation fund of the System at such combined maximum rate, not exceeding 14.33% of the total compensation paid by the City to employees who are members of the System, as the System's actuary shall annually determine as the rate necessary to fund, within a period of twenty-five years from the latest actuarial valuation date, the costs of all benefits heretofore undertaken to provide by the City and which are chargeable to or are to be paid out of the City's account in said accumulation fund.

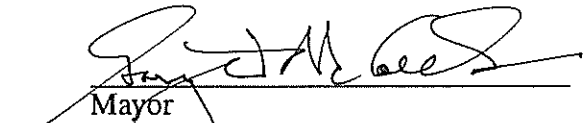
PART 2: The provisions of the ordinance shall become effective on January 1, 1999.

PASSED ON FIRST READING THIS 15th day of July, A.D., 1998.

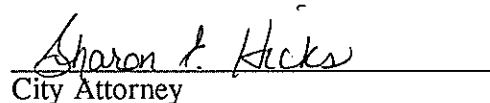
PASSED ON SECOND AND FINAL READING THIS 13th day of August, A.D., 1998.

ATTEST:


City Secretary


Mayor

APPROVED:


City Attorney