

RESOLUTION NO. 27-2008

Offered by All of Council

A RESOLUTION AUTHORIZING THE VILLAGE OF RICHFIELD TO IMPLEMENT A PLAN TO PURCHASE ADDITIONAL SERVICE CREDIT TAX-DEFERRED BY PAYROLL DEDUCTION AND DECLARING AN EMERGENCY.

WHEREAS, Internal Revenue Code Section 414(h)(2) permits employer “pick up” of the employee contributions to a retirement plan, thereby resulting in tax deferral of such contributions; and

WHEREAS, under Ohio Revised Code Section 145 members of the Public Employees Retirement System of Ohio may be allowed to: (1) redeposit contributions previously withdrawn plus interest and/or (2) purchase additional forms of permissive service credit.

NOW, THEREFORE, BE IT RESOLVED by the Council of the Village of Richfield, Summit County, State of Ohio:

SECTION 1. That effective as of June 3, 2008, employees of the Village of Richfield, described in Section 2 below, may purchase additional service credit, tax-deferred, and the Village of Richfield shall withhold the required service credit deduction from the gross pay of each person who elects to do so and shall pick up (assume and pay) such deduction to the Public Employees Retirement System of Ohio. A person electing this pick up deduction shall not have the option of choosing to receive the payroll deduction directly instead of having this deduction picked up by the Village of Richfield. Members who have elected to participate in this plan cannot increase, decrease or terminate the amount of the pick up deduction.

SECTION 2. That the pick up deduction by the Village of Richfield as provided by this Resolution shall apply to all persons making the election within the following classes:


All ~~full-time~~ employees of the Village of Richfield who are contributing members of the Public Employees Retirement System of Ohio.

SECTION 3. That the Finance Director is hereby authorized and directed to implement the provisions of this Resolution to effect the pick up of the payroll deduction from the purchase of additional service credit to the Public Employees Retirement System of Ohio for those persons within the class established in Section 2 herein.

SECTION 4. This Resolution is hereby declared to be an emergency measure necessary for the immediate preservation of the public health, safety and welfare and for the further reason that it is immediately necessary in order to benefit employment relations; wherefore, provided this Resolution receives the affirmative vote of two-thirds of the members of Council elected or appointed, it shall take effect immediately

upon its passage and execution by the Mayor; otherwise, it shall take effect and be in force from and after the earliest period allowed by law.

PASSED: 6/3/08



President of Council



Mayor

Dated: 6/3/08

ATTEST:



Clerk of Council