

ORDINANCE NO. 51 -98

BY: Anne H. Porter

An Ordinance authorizing the City of Bexley to implement a plan to purchase additional service credit tax-deferred by payroll deduction.

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145 members of the Public employees Retirement System of Ohio may be allowed to: 1) redeposit contributions previously withdrawn plus interest and/or 2) purchase additional forms of permissive service credit.

THEREFORE BE IT RESOLVED, that effective 7-28, 1998 employees of the City of Bexley, described in Section I below, may purchase additional service credit, tax-deferred, and the City of Bexley 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 City of Bexley. Members who have elected to participate in this plan cannot increase, decrease or terminate the amount of the pick up deduction.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF BEXLEY, OHIO:

Section I: The pick up deduction by the City of Bexley as provided by this Ordinance shall apply to all persons making the election within the following classes:

All employees of the City of Bexley who are contributing members of the Public Employees Retirement System of Ohio.

Section II: The Auditor is hereby authorized and directed to implement the provisions of this Ordinance to effect the pick up of the payroll deduction for the purchase of additional service credit to the Public Employees Retirement System of Ohio for those person within the classes established in Section I herein.

Passed: July 28, 1998

[Signature]
President of Council

Attest: Richard A. Levin
Clerk of Council

Approved: 7/28, 1998

[Signature]
David H. Madison, Mayor

6-23-98 first reading
7-14-98 - second reading
7-28-98 - third reading
passed