

## **RESOLUTION NO. 523**

**A RESOLUTION TO AUTHORIZE AN ACTUARIAL STUDY TO DETERMINE THE LIABILITY ASSOCIATED WITH ALLOWING MEMBERS WITH ONE (1) YEAR SERVICE CREDIT IN THE TENNESSEE CONSOLIDATED RETIREMENT SYSTEM TO ESTABLISH RETIREMENT CREDIT FOR TIME DURING WHICH SUCH MEMBERS WERE EMPLOYED BY A POLITICAL SUBDIVISION IN ACCORDANCE WITH TITLE 8, §§ 34-37, OF *TENNESSEE CODE ANNOTATED*.**

**WHEREAS,** *Tenn. Code Anno.* §8-35-236 authorizes a political subdivision participating in the Tennessee Consolidated Retirement System to permit any member who has one (1) year or more of current membership service in the Retirement System to establish retirement credit for time during which such member was employed by such political subdivision;

**WHEREAS,** four (4) conditions must be met prior to allowing such members to make the above election. Said conditions are as follows:

- (1) The political subdivision authorizes and pays for the cost of an actuarial study to determine the liability associated with the granting of such prior service;
- (2) The member files with the political subdivision, within sixty (60) calendar days of the passage of the resolution authorizing the study, a notice of the member's intention to establish such prior service. Any member who fails to file the notice of election within the sixty (60) day period shall not later be eligible to establish such prior service;
- (3) Following the review of the cost of granting such prior service, the chief governing body of the political subdivision by a two-thirds (2/3) vote passes a resolution authorizing the service for such members, and accepting liability therefore; provided, however, the political subdivision may only authorize credit for such periods of previous service as authorized for other employees of the political subdivision; and
- (4) Any such member making the above election pays to the Retirement System in a lump sum the employee contributions he would have made had he been a member of the Retirement System during the period claimed, plus interest at the rate provided in §8-37-214.

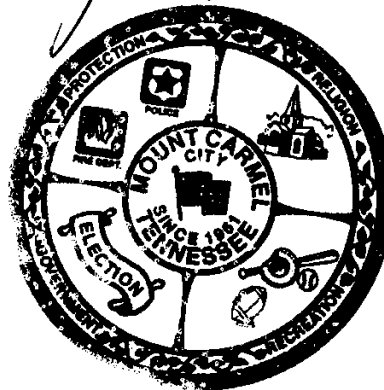
**NOW, THEREFORE, BE IT RESOLVED**, that the Board of Mayor and Aldermen of the Town of Mount Carmel, Tennessee, hereby authorizes an actuarial study to determine the liability associated with allowing the above provisions and accepts responsibility for the cost of such study.

**Duly passed and approved** this the 27<sup>th</sup> day of January, 2015.

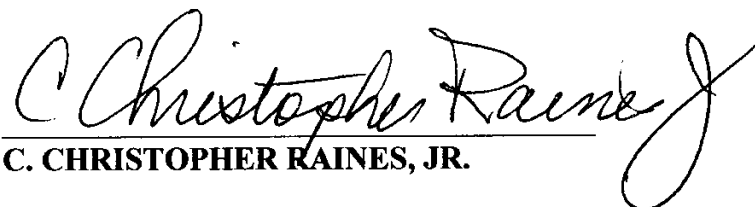
  
LARRY FROST, Mayor

**ATTEST:**

  
MARIAN SANDIDGE, City Recorder



**APPROVED AS TO FORM:**

  
C. CHRISTOPHER RAINES, JR.

| <b>FIRST READING</b>        | <b>AYES</b> | <b>NAYS</b> | <b>OTHER</b>                 |
|-----------------------------|-------------|-------------|------------------------------|
| Alderman Eugene Christian   | x           |             |                              |
| Alderman Margaret Christian | x           |             |                              |
| Alderman Wanda Davidson     | x           |             |                              |
| Alderman Chris Jones        |             |             | Abstain/conflict of interest |
| Alderman Carl Wolfe         | x           |             |                              |
| Vice-Mayor Paul Hale        | x           |             |                              |
| Mayor Larry Frost           | x           |             |                              |
| <b>TOTALS</b>               | <b>6</b>    | <b>0</b>    | <b>1</b>                     |

PASSED: January 27, 2015

**STATE OF TENNESSEE  
COUNTY OF HAWKINS**

I, Marian Sandidge, City Recorder of the Town of Mount Carmel, Tennessee, do hereby certify that this is a true and exact copy of the foregoing Resolution that was approved and adopted at a meeting held on the 27th day of January, 2015, the original of which is on file in this office. I further certify that 6 members voted in favor of the resolution and that 7 members were present and voting.

IN WITNESS THEREOF, I have hereunto set my hand, and the seal of the Town of Mount Carmel, Tennessee.

  
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MARIAN SANDIDGE, City Recorder

