

AN ORDINANCE TO AMEND CITY CODE SECTION 21-34 PERTAINING TO POLICE PENSION; TO PROVIDE FOR PAYMENT OF INTEREST ON POLICE OFFICER CONTRIBUTIONS; TO PROVIDE FOR TRANSFER OF FUNDS AND AN ANALYSIS OF THE POLICE PENSION FUND; TO REPEAL ORIGINAL SECTIONS 21-34 AND 21-41; TO PROVIDE AN EFFECTIVE DATE AND FOR PUBLICATION IN PAMPHLET FORM.

BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF LEXINGTON, DAWSON COUNTY, NEBRASKA, AS FOLLOWS:

Section 1. Section 21-34, Contributions by Policemen, is hereby amended to read as follows:

Section 21-34. Contributions by Policemen.

Every policeman shall contribute to the City an amount equal to 6% of his salary, which amount shall be deducted from the salary of every such policeman. Any policeman whose employment shall terminate, whether by discharge or otherwise, prior to the time he shall be entitled to a pension, and who shall have made contributions from his salary, as hereinbefore provided in this section, shall upon demand, be reimbursed by the City for the amount of such contributions, together with simple interest at the rate of 6% per annum from the effective date of this ordinance.

Section 2. New sections.

Section 21-34.1. Police Pension Fund.

All contributions by policemen as provided in the foregoing sections shall be kept in a separate account entitled "Police Pension Fund," and the amounts in such fund invested and reinvested in such investments as permitted by law. The city treasurer shall maintain a record of the amount contributed to such account by each police officer, and shall periodically apportion the interest accrued to the account of each police officer. A report of contributions and accrued earnings shall be given to each police officer annually. Any policeman who is reimbursed for the amount of contributions as provided in Section 21-34 shall be reimbursed for the amount of such contribution plus interest accrued prior to the date of withdrawal. In the event of retirement or payment of other benefits required under these sections, the individual account plus accrued earnings of each police officer shall be exhausted before making payment from other funds of the City.

Section 21-41.1. Police Pension Fund, City Contribution.

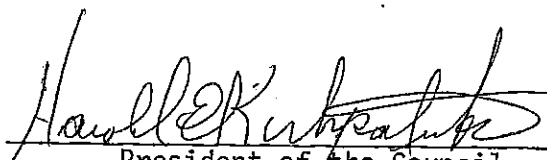
In order to fund the potential liability of the City under the foregoing sections, there is hereby created a fund to be entitled "Police Pension Fund." This fund shall consist of the amounts withheld from the salary of the policemen as provided in Section 21-34, together with such contributions as shall be made from time to time by the City of Lexington. This fund, together with the earnings thereon, shall be invested and re-invested as permitted by law for a police pension fund, and shall be used to pay benefits as provided by the foregoing sections. The City Council may periodically cause an analysis to be made of the potential liability of the City for police pension benefits, and may by resolution designate an additional amount to be contributed by the City to the police pension fund. When the City Council shall make a determination that there are funds contributed by the City of Lexington in said police pension fund which are in excess of the accrued liability for benefits, such excess funds may be transferred by action of the City Council.

Section 3. That original Section 21-34 and Section 21-41, together with any other sections in conflict herewith, are hereby repealed.

Section 4. That this ordinance shall be published in pamphlet form.

Section 5. That this ordinance shall take effect on April 30, 1980.

PASSED AND APPROVED this 8th day of April, 1980.



President of the Council

ATTEST:



City Clerk

