



## Legislation Details (With Text)

**File #:** 18-0784      **Version:** 1      **Name:** Amended and Restated Pension Plan and Adopt First Amendment  
**Type:** Resolution      **Status:** Passed  
**File created:** 7/20/2018      **In control:** Work Session  
**On agenda:** 8/14/2018      **Final action:** 8/14/2018  
**Title:** \*Consideration of Resolution No. 2018-62 to Adopt the Amended and Restated Pension Plan Effective January 1, 2018, and To Adopt the First Amendment to the Amended and Restated Pension Plan Effective January 1, 2018.  
**Sponsors:** Eric Stuckey, Kristine Brock, Kevin Townsel

**Indexes:**

**Code sections:**

**Attachments:** 1. Res. 2018-62 Amended and Restate Pension Plan\_with Exhibits.Law Approved, 2. 2018\_2019 Retiree Payroll Dates

Date	Ver.	Action By	Action	Result
8/14/2018	1	Work Session	acknowledged	
8/14/2018	1	Board of Mayor & Aldermen	approved	Pass

**DATE:** July 20, 2018

**TO:** Board of Mayor and Aldermen

**FROM:** Eric Stuckey, City Administrator  
Kristine Tallent, Assistant City Administrator/CFO  
Kevin Townsel, Human Resources Director

**SUBJECT:**

\*Consideration of Resolution No. 2018-62 to Adopt the Amended and Restated Pension Plan Effective January 1, 2018, and To Adopt the First Amendment to the Amended and Restated Pension Plan Effective January 1, 2018.

**Purpose**

The purpose of this memorandum is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) concerning a resolution to adopt an amended and restated pension plan document and to adopt a first amendment to the restated document.

**Background**

The Board of Mayor and Aldermen has adopted seven amendments to the Pension Plan as necessary over the years. It is the recommendation of staff to restate the pension plan document to incorporate these seven amendments. Moreover, staff has consulted with its pension professionals to recommend a first amendment to the restated plan which allows for 1) payment of benefits on days other than the first of the month, which

will accommodate the schedule of the Tennessee Consolidated Retirement System ("TCRS"), as they begin making payments to retirees in January 2019 and 2) amends the Lump Sum section to eliminate the option of a partial lump sum withdrawal for employees who retire after the date of the amendment.

**Financial Impact**

Eliminating the partial lump sum withdrawal option from the Cash Balance Plan impacts approximately 90 employees hired between 1993 and 2001 who have yet to retire. Future retirees continue to have the options of withdrawing their cash balance funds as a whole or to annuitize their benefits into a monthly payment.

**Recommendation**

Staff recommends approval of the restated and amended pension plan and adoption of the first amendment as described above.