

Legislation Details (With Text)

File #:	19-0266	Version:	1	Name:	Res 2019-23 Providing a COLA for the Closed Pension Plan Effective July 2019
Type:	Resolution	Status:			Passed
File created:	3/12/2019	In control:			Board of Mayor & Aldermen
On agenda:	5/14/2019	Final action:			5/14/2019
Title:	Consideration of Resolution No. 2019-23, A Resolution for the City of Franklin Employees' Pension Plan, Providing a Cost of Living Adjustment to the Monthly Benefit for Retired Recipients, Effective July 2019. (04/23/19 WS)				
Sponsors:	Eric Stuckey, Kristine Brock, Kevin Townsel				
Indexes:					
Code sections:					
Attachments:	1. 2019-23 RES Cost of Living increase for retirees effective July 2019.Law Approved, 2. CPI through March 2019				

Date	Ver.	Action By	Action	Result
5/14/2019	1	Board of Mayor & Aldermen	approved	Pass
4/23/2019	1	Work Session	referred as a Consent Item	

DATE: April 15, 2019

TO: Board of Mayor and Aldermen

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

SUBJECT:

Consideration of Resolution No. 2019-23, A Resolution for the City of Franklin Employees' Pension Plan, Providing a Cost of Living Adjustment to the Monthly Benefit for Retired Recipients, Effective July 2019. (04/23/19 WS)

Purpose

The purpose of this memorandum is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) concerning a recommended cost of living increase for recipients of the closed single employer City of Franklin Employees' Pension Plan.

Background

The formula for providing a cost of living increase for the pension plan is based on the March to March change in the Consumer Price Index (CPI)- U.S. City average for all items less food and energy, as reported by the U.S. Bureau of Labor Stations (BLS). For the period of March 2018 to March 2019, the percentage change is 2.04%.

Financial Impact

A cost of living increase of 2.04% represents additional monthly payroll expense of approximately \$9,000 for the pension plan (\$108,000 increase annually).

Recommendation

Staff recommends approval of the resolution with a cost of living increase effective July 2019.