



AGENDA ITEM SUMMARY

District Impacted

- ☐ 1 = Wolosin
- ☐ 2 = Woolard
- ☐ 3 = Scott
- ☐ 4 = Fowler
- ☐ 5 = Macaluso
- ☒ All

AGENDA DATE

October 22, 2019

DESCRIPTION

CONSIDER ON FIRST READING ORDINANCE NO. 2019-53; AN ORDINANCE AUTHORIZING AND ALLOWING, UNDER THE ACT GOVERNING THE TEXAS MUNICIPAL RETIREMENT SYSTEM, RESTRICTED PRIOR SERVICE CREDIT TO EMPLOYEES WHO ARE MEMBERS OF THE SYSTEM FOR SERVICE PREVIOUSLY PERFORMED FOR VARIOUS OTHER PUBLIC ENTITIES FOR WHICH THEY HAVE NOT RECEIVED CREDITED SERVICE; AND ESTABLISHING AN EFFECTIVE DATE FOR THE ORDINANCE.

STAFF'S RECOMMENDED ACTION (be specific)

Approve On First Reading Ordinance No. 2019-53: Authorizing And Allowing, Under The Act Governing The Texas Municipal Retirement System, Restricted Prior Service Credit To Employees Who Are Members Of The System For Service Previously Performed For Various Other Public Entities For Which They Have Not Received Credited Service; And Establishing An Effective Date For The Ordinance.

CONTACT PERSON

Linda S. Zartler, Assistant City Manager

SUMMARY

The City of Boerne has been members of the Texas Municipal Retirement System since 1974. During this time the City has made minimal changes to its plan provisions.

One of the plan provisions options is to grant restricted prior service credit to an employee for service performed for:

- public authority or agency credited by the United States
- any state or territory of the United States
- any political subdivision of any state of the United states
- any public agency or authority credited by a state or territory of the United States
- previously forfeited service with one of the five statewide retirement systems in Texas (Texas Municipal Retirement System, Texas County and District Retirement State of Texas, Employees Retirement System of Texas and Judicial Retirement System of Texas)
- any institution of higher education at which the person was commissioned as a campus security personnel employee

This allows an employee the "credit" of previous years to satisfy the length of service requirements for "vesting" and service retirement eligibility; it has no monetary value.

Example: An employee age 50, who served 20 years in the military and has worked for the City of Boerne for 5 years. Eligibility for retirement under our Plan requires 20 years of service, any age or age 60 with 5 years of service. This employee could be credited with the 20 years of service and be eligible for

	retirement with a service credit at 25 years, at age 50. The restricted prior service credit does not increase the retirement funds available to the employee; it simply allows the employee to qualify sooner for retirement.
COST	n/a
SOURCE OF FUNDS	
ADDITIONAL INFORMATION	

This summary is not meant to be all inclusive. Supporting documentation is attached.