

ORDINANCE NO. 526

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MEXICO BEACH, FLORIDA TO TERMINATE PARTICIPATION IN THE CITY OF MEXICO BEACH PENSION PLAN/FLORIDA MUNICIPAL PENSION TRUST FUND (“FMPTF”) DEFINED CONTRIBUTION PLAN (“401 PLAN”) AND DEFERRED COMPENSATION PLAN (“457 PLAN”); REPEALING ORDINANCE NO. 526 AND ALL ORDINANCES IN CONFLICT HEREWITH, AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Mexico Beach City Council deems it to be in the best interest of its employees to terminate participation in the City of Mexico Beach Pension Plan/Florida Municipal Pension Trust Fund (“FMPTF”) Defined Contribution Plan (“401 Plan”) and Deferred Compensation Plan (“457 Plan”), hereafter called the City of Mexico Beach Pension Plan; and

WHEREAS, the parties hereto entered into the City of Mexico Beach Pension Plan effective July 8, 2003; and

WHEREAS, the City of Mexico Beach wished to terminate this plan and participate in the Florida Retirement System with the State of Florida.

NOW, THEREFORE, be it ordained by the City of Mexico Beach City Council vote at the regular meeting, October 25, 2006, as follows:

Section 1. The City of Mexico Beach Pension Plan is hereby terminated as of October 31, 2006. Plan assets will be transferred directly to the City of Springfield unless employees elect an option set for herein Section 2. The City of Mexico Beach will use the plan assets to reimburse all employee contributions and purchase past time for the City’s employees. Excess plan assets and any assets not allocated to participant accounts, if any, after all benefit commitments under the City of Mexico Beach Pension Plan are satisfied shall revert to the City.

Section 2. The employees participating in the City of Mexico Beach Pension Plan, at the time of termination shall have the option to:

- (a) Allow funds to go back to the City to purchase past service for those employees desiring this option; or
- (b) Obtain an accrued benefit of monies in employees account. The employees understand that they are not eligible for past service.

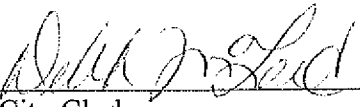
Section 3. That all Ordinances or parts of Ordinances in conflict herewith are hereby repealed.

Section 4. That this Ordinance shall take effect immediately upon its adoption by the City of Mexico Beach City Council.

PASSED AND ADOPTED THIS 25th DAY OF October, 2006.

ATTEST:

__ City of Mexico Beach ____
Agency Name



City Clerk



William A. Cathey, Mayor