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2	Ordinance No. 000051
3	0-00-84
4 5	An audinance of the City of Cainegville Floride amonding Division
6	An ordinance of the City of Gainesville, Florida, amending Division 3 and Division 5 of Chapter 2 of the Code of Ordinances relating to
7	longevity payments and the City of Gainesville General Employees
8	Pension Plan; describing benefits available to certain Gainesville
9	Police Department employees; fixing the percentage of employee
10 11	pension contributions and defining the types of pay from which contributions are derived; creating a Deferred Retirement Option
12	Program (DROP); modifying procedures for selecting annuity
13	options; providing for a cost of living increase for pension benefits;
14 15	restricting the waiver of entitlement to longevity benefits to Police
16	Officers and Firefighters who participate in the Consolidated Pension Plan DROP; providing directions to the codifier, providing
17	a severability clause; providing a repealing clause; and providing
18	an effective date.
19 20	
21	
22	NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE
23	CITY OF GAINESVILLE, FLORIDA:
24	Section 1. The definition of "Credited service" in Section 2-521 of the Code of Ordinances of
25	the City of Gainesville, Definitions, shall be amended to read as follows:
26	Sec. 2-521. Credited service shall mean the total number of months of service with the
27	city, expressed in terms of full and fractional years. Additional months of service shall be
28	credited for unused sick leave and personal critical leave bank (PCLB) credits, assigning one day
29	of service for each day of unused sick leave and unused personal critical leave, unless otherwise
30	provided in applicable personnel policies, or collective bargaining agreements or DROP
31	provisions. Employees of the Gainesville Police Department Communications Center at the time

the Combined Communications Center is activated who are hired by the Alachua County Sheriff

1	on or about said date an	d who elect to remain	members of this Plan	n and the City of Gainesville
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- 2 Employees Disability Plan (GPD employees) shall designate some, none, or all of their City sick
- 3 <u>leave or PCLB balances at time of hire by the Sheriff to be applied as credited service under the</u>
- 4 Plan. Such Sheriff Department employee's sick leave (or equivalent benefit) balances at the time
- 5 of termination from the Sheriff's Department shall not be applied towards credited service nor
- 6 shall any cash out of such benefit be included in such member's final average earnings. GPD
- 7 employees' employment with the City shall not be deemed to be terminated, for the purposes of
- 8 this section, when hired by the Sheriff on or about the activation date. If the employment of a
- 9 member is terminated, by reason of layoff, and the member is subsequently reemployed by the
- 10 city, the credited service to which he/she was entitled as of his/her termination date shall be
- included in any further computation of credited service if the member refunds withdrawn
- 12 contributions, if any, as described in section 2-626(i). Further provided, that if the employment
- of a member is terminated, other than layoff, and the member is subsequently reemployed by the
- city, the credited service to which he/she was entitled as of his/her termination date shall be
- included in any further computation of credited service.

- (1) If the member was entitled to a termination benefit; or
- 17 (2) If the member was not entitled to a termination benefit and his/her number of
- calendar months that he/she was not employed is less than his/her aggregate
- months of service credited under the plan as of his/her termination date and he/she
- 20 has refunded repaid withdrawn contributions as provided in section 2-526(i).
- 21 (3) If the member was not entitled to a termination benefit, and he/she remains in the
- continuous employ of the city for at least five years subsequent to his/her re-
- employment, and he/she has refunded repaid withdrawn contributions as provided

1	in Section 2-526(i). Continuous employ shall not be deemed interrupted because
2	of absence, when the absence shall have been granted in accordance with
3	appropriate contract provisions or applicable personnel policies as approved by
4	the city commission. Approved absences shall count as credited service under the
5	plan, in accordance with the terms of the plan.
6	
7	Section 2. The definition of "Deferred retirement option program" is created and added to
8	Section 2-521 of the Code of Ordinances of the City of Gainesville, Definitions, to read as
9	follows:
10	Sec. 2-521. Deferred retirement option program shall mean an optional program of the
11	City of Gainesville's retirement systems or plans for deferring retirement income while
12	remaining in the active employ of the City. This shall also be known as a DROP.
13	
14	Section 3. The definition of "Earnings" in Section 2-521 of the Code of Ordinances of the City
15	of Gainesville, Definitions, is amended to read as follows:
16	Section 2-521. Earnings shall mean only base pay, (which shall include all paid leaves),
17	all overtime pay which shall include time paid at time-and-a-half, double-time, and double-time-
18	and-a-half), stand-by pay, call-back pay, working out of classification pay, acting out of
19	classification pay, longevity pay, special assignment pay, and termination vacation pay, or for
20	members entering a DROP any lump sum payment of some or all of such member's vacation
21	balance upon entering the DROP, except as may be otherwise expressly provided for herein or in
22	collective bargaining agreements. Effective October 1, 1996, earnings in excess of \$150,000
23	annually shall be disregarded for all purposes of this plan. As of January 1 of each calendar year,

- the dollar limitation as determined by the Commissioner of Internal Revenue for that calendar
- 2 year will become effective for the plan year commencing thereafter in lieu of the dollar
- 3 limitation provided in the preceding sentence. For an employee who became a member of the
- 4 plan prior to October 1, 1996, this limitation shall not be applicable.

- 6 Section 4. The definition of "Gross pay" is created and added to Section 2-521 of the Code of
- 7 Ordinances of the City of Gainesville, Definitions, to read as follows:
- 8 Sec. 2-521. *Gross pay* shall mean those types of compensation which presently (as of
- 9 July 2000) have member contributions deducted therefrom. Types of compensation created, or
- 10 first applied to members after July 2000, may, at the discretion of the city, have member
- 11 contributions deducted therefrom provided that, unless otherwise agreed to, such types of
- compensation shall also thereafter be included in Earnings effective upon the date contributions
- 13 are deducted therefrom.
- 14 Section 5. The definition of "Treasurer" in Section 2-521 of the Code of Ordinances of the City
- of Gainesville is repealed.
- Sec. 2-521. Treasurer shall mean the treasurer of the plan who is the director of the
- 17 department of management and financial services.

- 19 Section 6. Section 2-524(b)(1) of the Code of Ordinances of the City of Gainesville is amended
- 20 to read as follows:
- 21 Sec. 2-524. *Contributions and funding*.
- (b) Member contributions.

2	limited participants) shall contribute that amount necessary to fully fund the cost of the plan
3	attributable to the plan changes described in this division. Initially, the amount so contributed
4	shall be 3.97 percent of the member's gross pay. Such amount shall be modified, without
5	negotiation, in conformance with actuarial valuations determining the member contribution rate
6	necessary to continue to fully fund the plan changes set forth in this division. An actuarial
7	valuation regarding the aforementioned contribution rate shall be obtained at least as of
8	September 30, 1986, and at least every two years thereafter. Any changes in member
9	contributions required as a result of such valuations shall become effective as determined by the
10	city. The opinion of the city's consulting actuary regarding the required contributions shall be
11	final. Effective the first full pay period following October 1, 2000, members, except members
12	who have entered a DROP, will have a fixed employee contribution rate of five (5%) percent of
13	Gross Pay. There shall be no member contributions deducted from a member's compensation
14	while participating in the DROP. Effective January 1, 1998, the contributions made by each
15	member to the plan shall be designated as employer contributions pursuant to the Internal
16	Revenue Code (I.R.C.), section 414(h), of 1986. Such designation is contingent upon the
17	contributions being excluded from the member's gross income for federal income tax purposes.
18	For all other purposes of the plan, such contributions shall be considered to be member
19	contributions
20	
21	Section 7. Section 2-524(c) of the Code of Ordinances of the City of Gainesville is repealed.

(1) From the first complete payroll period after July 1, 1985, members (except

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(c) Contributions deducted from pay. The city manager or his/her designee shall cause 22 23 contributions provided for in subsection (b) to be deducted from the compensation of each

member on each and every payroll, for each and every payroll, so long as each member remains subject to the employee contribution rates of subsection (b). A member's contribution provided for in this section shall be made notwithstanding that the minimum compensation provided by law for any members shall be changed thereby. Each member shall be deemed to consent and agree to the deduction made and provided for herein and payment of his/her compensation less the deduction shall be full and complete discharge of all claims and demands whatsoever for the service rendered by the member during the period covered by such payment, except as to the benefits provided by this plan. The city manager or his/her designee shall cause the amount to be deducted from the compensation of each member for each and every payroll as authorized by this division and when deducted shall be paid into the fund of the plan and shall be credited to the individual member from whose compensation the deduction was made.

- **Section 8.** Section 2-524(d) of the Code of Ordinances of the City of Gainesville is relettered and amended to read as follows:
- 15 Sec. 2-524. *Contributions and funding*.
 - (d)(c) City contributions. In addition to the contributions provided for herein to be paid by members of the plan, and any gifts, devises and bequests to the plan accepted by the city, the city commission is hereby authorized to deposit in the fund annually a sum which, together with the contributions from members and other sources of income to the fund, shall be sufficient to fund the normal cost of the plan and to amortize the unfunded liability, if any, of the plan over a period not longer than 40 years. If the amortization schedule for the unfunded liability is to be based on a contribution derived in whole or in part from a percentage of the payroll of the plan membership, the assumption as to payroll growth shall not exceed the average payroll growth for

the three years prior to the development of the amortization schedule, unless a different

2 assumption is warranted by other circumstances. No city contributions shall be required or

attributable to members during their participation in the DROP, or during any period subsequent

to the conclusion of the DROP period when the member is not earning credited service. For the

purpose of securing necessary funds, the city commission is hereby authorized to levy such taxes

as may be necessary to fulfill these requirements.

Section 9. Section 2-526(j) of the Code of Ordinances of the City of Gainesville is amended to

9 read as follows:

Sec. 2-526(j). Annuity Options. Upon a member becoming eligible to receive an annuity either through regular retirement or through a DROP, he/she may elect to receive annuity benefits, payable under the plan in the form of a joint survivor annuity instead of a normal annuity form, which shall be the actuarial equivalent of the annuity he/she would receive under the normal form. If any member who has a spouse at his/her benefit commencement date fails to make such an election it will be assumed that he/she elected option A below with his/her spouse as the beneficiary and if the member does not have a spouse at his/her benefit commencement date, that the member elected the normal form.

(1) Option A--Joint annuity option. A reduced monthly annuity benefit which shall be payable during the joint lifetime of the member and his/her beneficiary, with two-thirds of such reduced annuity amount continuing after the death of the member during the lifetime of the beneficiary. If the beneficiary predeceases the member, 100 percent of the reduced benefit will continue to be received by the member.

1 (2)Option B--Joint and last survivor annuity option. A reduced monthly annuity 2 benefit which shall be payable during the joint lifetime of the member and his/her beneficiary, 3 with two-thirds of such reduced benefit amount continuing automatically after the death of either 4 the member or his/her beneficiary, payable for the lifetime of the survivor. 5 The election of either joint survivor option (for an unmarried member), or the election of option 6 A or B or the normal form (by a married member) must be requested by the member at least 7 three months thirty (30) days prior to the date of benefit commencement. Such election, if made, 8 may not be changed by the member within three months prior to the date of benefit 9 commencement. The election of the normal form by a married member must be requested by the 10 member at least three (3) months prior to the date of benefit commencement and may not be 11 changed by the member within thirty (30) days prior to the date of benefit commencement. The 12 election of a joint survivor option shall be deemed automatically canceled at the death of the 13 proposed beneficiary prior to the member's benefit commencement date. Provided, however, anything otherwise contained in this section or any other section of this division to the contrary 14 15 notwithstanding, a member receiving an annuity, either through regular retirement or through a 16 DROP, may change his/her option after benefit commencement either from an annuity option or 17 to an annuity option in the event of (1) a divorce or legal separation, when the same has been 18 considered and approved by the court granting same as a part of the settlement; or (2) the 19 marriage of an unmarried employee who becomes married after the date of benefit 20 commencement. Such change shall be effective no sooner than three months after the filing of a 21 written election to effect such change with the personnel department. The benefits paid under 22 such changed annuity shall be the actuarial equivalent to the remaining value of the former

annuity determined as of the date of the benefit change.

2 Section 10. Section 2-526(k) of the Code of Ordinances of the City of Gainesville is amended to

3 read as follows:

Sec. 2-526(k). Social security option. An employee who begins receiving an annuity, either through regular retirement or through a DROP, before he/she is entitled to receive monthly benefits under the federal social security system may elect to have his/her annuity benefits increased before his/her social security benefits begin, and decreased thereafter to obtain, insofar as practical, a level total yearly retirement income from the two sources. The amount he/she will receive both before and after he/she becomes eligible for social security payments shall be the actuarial equivalent of the benefits to which he/she would have been entitled had he/she not selected this option. The social security option must be requested at least six months ninety (90) days prior to date of benefit commencement. Such election, if made, may not be changed by the

Section 11. Section 2-534 is hereby created and added to the Code of Ordinances of the City of Gainesville, to read as follows:

member within six months ninety (90) days prior to date of benefit commencement.

Sec. 2-534. Deferred Retirement Option Program

- (a) A deferred retirement option program is hereby created for eligible members.
- 19 (b) A member who is performing eligible service is eligible for participation in the
 20 DROP on the first day of the month coincident with or next following the completion of twenty21 seven (27) years credited service, including limited participant service, and, if applicable, vesting
 22 service for former Gainesville Gas employees, and continuing up to the point in time at which
 23 the member has thirty-five (35) years of regular employment, except as provided in Subsection

1	(g) below. Upon entering into the DROP, employees may elect to apply unused sick leave hours
2	(see subsection (p) for special provisions related to "GPD employees") or Personal Critical
3	Leave Bank (PCLB) hours to attain the requisite years of credited service for eligibility to enter
4	and for determining their accrued benefit, or may retain some or all of their unused sick leave or
5	Personal Critical Leave, for use during their employment while participating in the DROP. Sick
6	leave and PCLB balances retained upon entry into the DROP and accrued while participating in
7	the DROP shall not count as days or months of credited service when determining the maximum
8	period of participation in the DROP in accordance with subsections (f) and (g) below. Any
9	unused sick leave or PCLB remaining at the expiration of the DROP participation or period will
10	be forfeited.
11	(c) On the date of a member's entry into the DROP, the member's credited
12	service, accrued benefit, and final average earnings shall be calculated as if the member had
13	actually separated from service on that date and retired. There shall be no further member
14	contributions after entry into the DROP, except as a re-employed retiree, if applicable. No
15	additional credited service shall be earned while participating in the DROP. Changes in the Plan
16	shall not apply to members in the DROP, except as expressly provided.
17	(d) Beginning with general (COLA) salary increases effective after October 2, 2000,
18	a member must, in order to enter and continue to participate in the DROP, forego receipt of all
19	general (COLA) salary increases effective after the member's entry into the DROP. Beginning
20	with merit or progression through training increases effective after October 2, 2000, a member
21	must, in order to enter and continue to participate in the DROP, forego receipt of all such
22	increases effective after the member's entry into the DROP to the extent such increases would

result in the members' base salary exceeding the top of the salary range of the classification the

1	member was in, as it existed when the member entered the DROP, or after the October 2, 2000
2	general increase, whichever is higher.
3	In the case where the members' pay plan does not provide separately for (combines)
4	general and merit increases, beginning with such salary increases effective after October 2, 2000
5	a member must, in order to enter and continue to participate in the DROP, forego receipt of all
6	such salary increases effective after the member's entry into the DROP to the following extent:
7	First, the amount of any general increase applied to the professional pay plan for the same fiscal
8	year shall be deducted from such DROP participant's otherwise applicable increase. The
9	remaining increase shall be provided, but only to the extent that such increase does not result in
10	the member's base salary exceeding the top of the salary range of the classification the member
11	was in, as it existed when the member entered the DROP, or after the October 2, 2000 increase,
12	whichever is higher.
13	Members participating in the DROP remain eligible to receive a promotional increase but
14	subsequent merit and progression through training or combined increases would be limited as
15	described above.
16	(e) The member shall select the retirement options as provided for in Section 2-526(j)
17	and (k) and shall designate any beneficiary in accordance with Plan provisions and practices
18	applicable to normal and delayed retirements.
19	(f) The maximum period of participation in the DROP is sixty (60) months from date
20	of entry. Except as provided in subsection (g), participation in the DROP must cease and
21	employment terminate at the conclusion of a total of 35 years of regular employment with the
22	City of Gainesville and, if applicable, predecessor employers (RTS, Gainesville Gas), or a
23	successor employer (Sheriff) under § 112.0515, F.S. (1997).

1	(g) Members who have more than 32 years of credited service, including limited
2	participant service and, if applicable, vesting service for former Gainesville Gas employees, as of
3	October 1, 2000, may participate in the DROP for up to 36 months. In order to take advantage of
4	this "grandfathering" provision, a member otherwise eligible to enter the DROP must enter the
5	DROP between October 1, 2000 and December 29, 2000. Such members (with over 32 years on
6	October 1, 2000) electing to enter the DROP on or after December 30, 2000, shall be governed
7	by the normal eligibility and duration requirements described herein.
8	(h) A member may cease participating in the DROP prior to the expiration of the
9	agreed upon (not to exceed the maximum allowed) DROP period only by terminating regular
10	employment with the City. In the event that a member participating in the DROP fails to
11	terminate regular employment on or before the conclusion of the DROP period, then the
12	member's monthly retirement benefit shall cease to be paid at the conclusion of the DROP
13	period, and any such amount(s) shall be forfeited to the Plan until such time as the member
14	terminates regular employment.
15	(i) Effective with the date of DROP participation, the member's initial monthly
16	benefit, including creditable service, final average earnings and the effective date of retirement
17	shall be fixed. A DROP participant's deferred monthly benefit shall accrue in the Plan pension
18	fund on behalf of the participant, plus interest. Such interest shall accrue at an effective annual
19	rate of 6 percent compounded monthly, on the prior month's accumulated ending balance, up to
20	the month of termination or death. Retirement benefits and interest thereon shall continue to
21	accrue in the DROP until the established termination date of the DROP, or until the participant

terminates employment or dies prior to such date. Although individual DROP accounts shall not

1	be established, a separate accounting of each participant's accrued benefits under the DROP shall
2	be calculated and provided to participants annually.
3	(j) The terminated DROP participant or, if deceased, such participant's named
4	beneficiary, shall elect to receive payment of the DROP benefits in accordance with one of the
5	options listed in Section 2-526(n). For a participant or beneficiary who fails to elect a method of
6	payment within 60 days of termination of the DROP, the Plan will pay a lump sum, less any
7	required withholding.
8	(k) The decision to participate in the DROP is irrevocable once DROP payments
9	begin. Upon deciding to participate in the DROP, the member shall submit, on forms required
10	by the Plan Administrator:
11	(1) A written election to participate in the DROP;
12	(2) Selection of the DROP participation and termination dates, which satisfy
13	the limitations stated herein. Such termination date shall be in a binding letter of resignation
14	with the City, establishing a deferred termination date. The member may change the termination
15	date within the limitations stated in subsections (f) and (g) of this section, but only with the
16	written approval of the City;
17	(3) A properly completed DROP application for service retirement as
18	provided in this section; and
19	(4) Any other information required by the Plan Administrator.
20	Once the employee has completed participation in the DROP, his/her regular employment will
21	end and he/she shall be separated from employment; this separation shall be processed as a
22	voluntary resignation.

1	(l) Upon entry into the DROP, a member shall no longer be eligible for disability
2	benefits under the City of Gainesville Police Officers and Firefighters Consolidated Pension Plan
3	or the City of Gainesville Employees Disability Plan. In the event of death during the DROP
4	period, the member shall be presumed to have retired on a normal or delayed retirement for the
5	purposes of Section 2-526(e)(g) or (h).
6	(m) Except as provided in (p) below, upon the termination of a member's (who has
7	entered a DROP) regular City employment (for any reason, whether by retirement, resignation,
8	discharge or death), the retirement benefits payable to the member or to the member's
9	beneficiary (if the member selected an optional form of retirement benefit which provides for
10	payments to the beneficiary) shall be paid to the member or beneficiary. Following the
11	termination of a member's regular employment, the balance in the member's DROP account
12	shall be payable in accordance with an option selected by the member. Regardless of the option
13	selected by the member, the Board of Trustees has the right to accelerate payments in order to
14	comply with Section 401(A)(9) of the Internal Revenue Code and the right to defer payments to
15	comply with Section 415 of the Internal Revenue Code.
16	(n) Nothing herein shall be construed to remove members who have entered the
17	DROP from the scope of Section 8(d), Art. II, of the State Constitution, and Section 112.3173,
18	F.S. (1999), paragraph (5)(f). Members who commit a specified offense while employed will be
19	subject to forfeiture of all retirement benefits, including DROP benefits, pursuant to those
20	provisions of law.
21	(o) During DROP participation, a member shall be considered a retiree with deferred
22	receipt of benefits for all Plan purposes. For other purposes, except as described in (p) below,

2	employment, except as otherwise provided.
3	(p) Members who are employees of the Gainesville Police Department
4	Communications Center at the time the Combined Communications Center is activated, who are
5	hired by the Alachua County Sheriff on or about said date (GPD employees) are eligible to enter
6	and participate in the DROP, described herein, with the following provisos: Upon conclusion of
7	the DROP period or termination of employment with the Sheriff, whichever earlier occurs,
8	subsection (j) and (m) of this section and subsection (b) of Section 2-535 shall then apply. Only
9	"City" sick leave designated at the time of hire by the Sheriff (see Section 4.G of the Interlocal
10	Agreement between the City of Gainesville, the Alachua County Sheriff, and Alachua County
11	for a Combined Communications Center, recorded in Official Record Book 2261, page 1682, of
12	the Public Records of Alachua County) may be utilized for years of service under subsection (b)
13	of this section. Only the equivalent of a maximum of 416 hours of any lumpsum payment of
14	vacation leave that the Sheriff might allow to be made to the employee while employed by the
15	Sheriff and prior to entering the DROP may be included in earnings for purposes of calculating
16	the accrued benefit.
17	(q) Administration of Program. The Plan Administrator shall make such rules and
18	forms as are necessary for the effective and efficient administration of this subsection. The Plan
19	Administrator shall not be required to advise members of the federal tax consequences of an
20	election related to the DROP but may advise members to seek independent advice.
21	
22	Section 12. Section 2-535 of the Code of Ordinances of the City of Gainesville is hereby created
23	and added to read as follows:

the employee shall be considered an active employee of the City entitled to all rights of

1	Sec. 2-535. Cost of living adjustment of benefits; non-eligibility during DROP
2	participation.
3	(a) Cost of living adjustment of benefits. Terminated members whose normal or
4	delayed retirement has been approved shall be entitled to receive increases in the amount of
5	monthly retirement benefits upon meeting the conditions described in one of subsections (1) -
6	(4) below.
7	(1) A retired member or beneficiary who was receiving on or before October
8	1, 2000, a monthly normal or delayed retirement benefit based upon at least 20 years of credited
9	service, including limited participant service, and the member is or would have been at least age
10	62 on October 1, 2000, shall have his/her monthly retirement benefit increased by 2% beginning
11	with the benefit for the month of October 2000 (which monthly benefit is payable November 1,
12	2000). Thereafter, the monthly benefit payable to the retired member or the retired member's
13	beneficiary, as the case may be, shall be increased by 2% each October thereafter for the duration
14	of the annuity.
15	(2) A retired member or beneficiary who was receiving on or before October
16	1, 2000, a monthly normal or delayed, or retirement benefit based upon at least 20 years of
17	credited service, including limited participant service, shall, upon the October 1st on or following
18	the date the member would have attained age 62; have his/her monthly retirement benefit
19	increased by 2%, beginning with the benefit for that month of October (which monthly benefit is
20	payable in November). Thereafter, the monthly benefit payable to the retired member or the
21	retired member's beneficiary, as the case may be, shall be increased by 2% each October
22	thereafter for the duration of the annuity.

1	(3) A retired member or beneficiary who first receives a monthly normal or
2	delayed retirement benefit for October 2000 or later (first payable November 1, 2000 or later),
3	which benefit is based upon 25 or more years of credited service, including limited participant
4	service, shall, upon the October 1 st on or following the date the member attains or would have
5	attained age 60, have his/her monthly retirement benefit increased by 2%, beginning with the
6	benefit for that month of October. Thereafter, the monthly benefit payable to the retired member
7	or the retired member's beneficiary, as the case may be, shall be increased by 2% each October
8	thereafter for the duration of the annuity.
9	(4) A retired member or beneficiary who first receives a monthly normal or
10	delayed retirement benefit for October 2000 or later (first payable November 1, 2000 or later),
11	which benefit is based upon 20 or more years of credited service but less than 25, including
12	limited participant service, shall, upon the October 1st on or following the date the member
13	attains or would have attained age 62, have her/her monthly retirement benefit increased by 2%
14	beginning with the benefit for that month of October. Thereafter, the monthly benefit payable to
15	the retired member or the retired member's beneficiary, as the case may be, shall be increased by
16	2% each October thereafter for the duration of the annuity.
17	(b) Non-eligibility during DROP participation. While participating in the General
18	Employees Pension Plan DROP, a member shall not have his/her monthly retirement benefit
19	from the General Employees Pension Plan adjusted as described in subsection (a) of this section
20	2-535. Upon such a member's termination of regular employment during or after conclusion of
21	the DROP period, his/her monthly retirement benefit shall then first be subject to an October
22	adjustment, if and when the conditions described in subsection (a) of this section 2-535 are met.

1 Section 13. Section 2-481(b) of the Code of Ordinances of the City of Gainesville is hereby

2 amended to read as follows:

purposes of section 2-484.

Sec. 2-481. Eligibility; amount.

by the Police and Fire Departments who are otherwise eligible to receive longevity pay and who elect to enter a DROP must, in order to enter and to continue to participate in the DROP, make an irrevocable election upon entry into the DROP as follows: The employee may (1) continue to receive longevity payments and merit increases (assuming merit increases are provided and applicable), but forego receipt of all future general (COLA) salary increases, or (2) continue to receive general (COLA) salary increases and merit increases (assuming merit increases are provided and applicable) but become ineligible for future receipt of longevity pay, or (3) in the case where the applicable pay plan does not provide separately for general and merit increases, the employee may forego either future receipt of longevity payments, or any and all future salary increases. In those cases where an otherwise eligible employee elects to forego receipt of future longevity payments, entry into the DROP shall be treated as separation from service for the

Section 14. It is the intention of the City Commission that the provisions of Sections 1 through 13 of this Ordinance shall become and be made a part of the Code of Ordinances of the City of Gainesville, Florida, and that the Sections and Paragraphs of this Ordinance may be renumbered or relettered in order to accomplish such intentions.

1	Section 15. If any section, sentence, clause or phrase of this ordinance is held to be invalid or
2	unconstitutional by any court of competent jurisdiction, then said holding shall in no way affect
3	the validity of the remaining portions of this ordinance.
4	
5	Section 16. All ordinances, or parts of ordinances, in conflict herewith are to the extent of such
6	conflict hereby repealed.
7	
8	Section 17. This ordinance shall be effective October 1, 2000.
9	
10	PASSED AND ADOPTED this 11th day of September, 2000.
11 12 13 14	PAULA M. DELANEY, MAYOR
15 16 17	ATTEST: Approved as to form and legality
18	KURT M. LAMNON MARION SEP 1 2 2000
19	CLERK OF THE COMMISSION CITY ATTORNEY
20	This Ordinance passed on first reading this 28th day of August , 2000.
21 22	This Ordinance passed on second reading this <u>11th</u> day of <u>September</u> , 2000.