

RESOLUTION 90 - 174  
OF THE COUNCIL OF THE CITY OF FORT COLLINS  
MAKING THE FINAL DETERMINATION TO CARRY OUT THE  
CONVERSION OPTION IN THE CITY OF FORT COLLINS  
FIRE FIGHTERS PENSION PLAN

WHEREAS, the Council amended the City of Fort Collins Fire Fighters Pension Plan ("City Defined Benefit Plan") by Resolution 90-41 on March 20, 1990, to add Article XVI; and

WHEREAS, Article XVI allows each member of the City Defined Benefit Plan, subject to this final determination by the City, to exercise the option of converting from this plan to a money purchase pension plan adopted by Poudre Fire Authority; and

WHEREAS, Council also passed a second resolution, Resolution 90-125 extending the date for members to exercise this conversion option from June 15, 1990, to October 18, 1990; and

WHEREAS, each of the 32 active (not yet retired) members of the City Defined Benefit Plan has executed a written Waiver and Release, indicating a desire to transfer from this plan into a money purchase pension plan; and

WHEREAS, Article XVI specifies a method for calculating the amounts due each member and authorizes transfer of such funds after the following events have occurred:

- a. The money purchase plan for the benefit of Employees hired before April 8, 1978, has been formally adopted by Poudre Fire Authority; and
- b. The City has received a favorable determination for this plan amendment under the Internal Revenue Code; and
- c. The City has made its final determination and authorized the transfer of the funds.

WHEREAS, the Poudre Fire Authority adopted the "Money Purchase Pension Plan and Trust Agreement of Poudre Fire Authority (Old Hire-City)" on October 23, 1990; and

WHEREAS, the transfer of the funds has been authorized in the City's 1990 budget; and

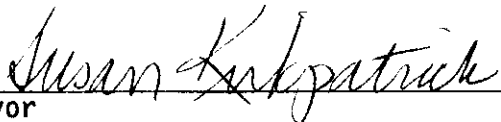
WHEREAS, the Council must take final action, within ninety (90) days after the October 18, 1990 deadline, to determine whether to carry out the terms of the conversion option and is under no obligation to do so; and

WHEREAS, the actuarial consultant for the City Defined Benefit Plan has calculated the approximate amount of the liability which that plan will retain in order to provide continuing benefits to the existing retired and disabled members and their beneficiaries; and

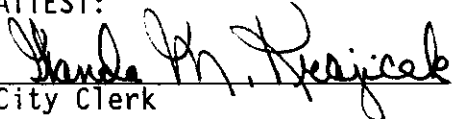
WHEREAS, the conversion by the 32 active members into a money purchase plan will prevent any additional accumulation of unfunded liability on their behalves and, according to the actuarial calculations, will reduce the amount of the existing unfunded liability associated with the City Defined Benefit Plan.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FORT COLLINS that the terms of the conversion option, Article XVI, City of Fort Collins Fire Fighters Pension Plan are hereby confirmed.

Passed and adopted at a regular meeting of the Council of the City of Fort Collins held this 4th day of December, A.D. 1990.

  
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Mayor

ATTEST:

  
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City Clerk