

ORDINANCE NO. 367

EAST NORRITON TOWNSHIP MONTGOMERY COUNTY, PENNSYLVANIA

AN ORDINANCE AMENDING THE PROVISIONS OF THE TOWNSHIP OF EAST NORRITON EMPLOYEES PENSION PLAN TO ESTABLISH A DEFINITION OF ACTUARIAL EQUIVALENCE UNDER THE PLAN.

WHEREAS, East Norriton Township has established the East Norriton Township Employees' Pension Plan on August 14, 1967, and has amended such Plan from time to time.

NOW, THEREFORE, BE IT ENACTED AND ORDAINED by the East Norriton Township Board of Supervisors that such Plan be further amended as follows:

Section 1. Amends S26.3 "Optional Retirement Benefits" to add the following:

D. Actuarial Equivalent

(a) The present value of any benefit under the terms of this plan will be the actuarial equivalent of the accrued benefit in the normal form of benefit commencing at normal retirement age.

(b) To the extent that the Plan provides for an early retirement benefit or optional forms of benefit payment, the actuarial equivalent of the accrued benefit paid in the normal form commencing at the normal retirement date shall be determined as set forth below.

(1) The Early Retirement Benefit is the accrued benefit adjusted by the early retirement factors set forth in Appendix E,

(2) The Monthly Pension Payment Options shall be determined by multiplying the amount of the normal form monthly pension by the factors set forth in Appendix O. In the event no factor is specified for the difference between the age of the participant and the age of his designated second annuitant under a joint and survivor annuity, actuarial equivalence for the monthly pension payment option shall be determined based on the following mortality and interest assumptions:

Mortality table: UP 1984 table, with a two year age setback

Interest rate: 7.0%

(3) The Lump Sum Pension Payment Option shall be determined based on the following mortality and interest assumptions:

Mortality table: UP 1984 table, with a two year age setback

Interest rate: 7.0%

Section 2. Severability

If any section, subsection, sentence, clause, phrase, or portion of this Ordinance is, for any reason, held invalid or unconstitutional by any court of competent jurisdiction, such provision shall be separate, distinct, and independent and such holdings shall not affect the validity of the remaining portions of this Ordinance.

Section 3. Ratification

This Ordinance shall in no other way affect, amend or modify the Pension Ordinance of East Norriton Township.

ENACTED AND ORDAINED this 16th day of October 1996.

BOARD OF SUPERVISORS
EAST NORRITON TOWNSHIP


Chairman



ATTEST:


Secretary

attachments (2)