

ORDINANCE NO.: 91 -2012
INTRODUCED BY: O'Toole

AN ORDINANCE AMENDING ORDINANCE 12-2010 ESTABLISHING THE
"PAYROLL STABILIZATION FUND".

WHEREAS, Council passed Ordinance 12-2010 on March 23, 2010, which established the Payroll Stabilization Fund as a special revenue fund; and

WHEREAS, in creating the Payroll Stabilization Fund, Council recognized that the City had significant potential liability related to accrued time off of employees which is paid at the time of termination of employment through retirement, resignation, and in some cases involuntary termination of employment, and which may include such time off as compensatory time, vacation time, and sick time, dependent upon each employee's circumstances; and

WHEREAS, Council created the Payroll Stabilization Fund for the purpose of funding accrued time off that must be paid out to employees upon their termination from City employment and to determine the maximum Fund balance at the end of each year for a dollar amount estimated to be needed to adequately fund this future liability; and

WHEREAS, Council now amends Ordinance 12-2010 to clarify that the Payroll Stabilization Fund was created as a special revenue fund pursuant Ohio Revised Code Section 5705.13(B).

NOW, THEREFORE, Be It Ordained by the Council of the City of Richmond Heights, State of Ohio; that:

Section 1: Council hereby amends Ordinance 12-2010, which established a special revenue fund designated as the "Payroll Stabilization Fund," pursuant to the provisions of Section 5705.13(B) of the Ohio Revised Code, for the purpose of accumulating resources for the payment of accumulated sick leave and vacation leave, and for payments in lieu of taking compensatory time off, upon the termination of employment or the retirement of officers and employees of the subdivision. The special revenue fund may also accumulate resources for payment of salaries during any fiscal year when the number of pay periods exceeds the usual and customary number of pay periods.

Section 2: It is found and determined that all formal actions of the Council concerning and relating to the adoption of this Ordinance were adopted in an open meeting of this Council, and that all deliberations of the Council and any of its committees that resulted in such formal action were in meetings open to the public in compliance with all legal requirements.

Section 3: This Ordinance shall take effect and be in force from and after the earliest period allowed by law.

PASSED: _____

Daniel J. Ursu, Mayor

APPROVED: _____

ATTEST: _____

David H. Roche
President of Council

Betsy Traben
Clerk of Council