## ORDINANCE NO. \_\_\_\_4994\_\_\_\_

AN ORDINANCE OF THE CITY OF MESQUITE, TEXAS, AUTHORIZING, ALLOWING, AND PROVIDING, UNDER TEXAS THE ACT GOVERNING THE MUNICIPAL RETIREMENT SYSTEM ("ACT"), FOR INCREASED PRIOR AND CURRENT SERVICE ANNUITIES UNDER THE ACT FOR **RETIREES AND BENEFICIARIES OF DECEASED RETIREES** OF THE CITY OF MESQUITE; PROVIDING A REPEALER CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND ESTABLISHING AN EFFECTIVE DATE FOR THE ORDINANCE.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS:

<u>SECTION 1.</u> Increase in Retirement Annuities.

- (a) That on the terms and conditions set out in Section 854.203 of Subtitle G of Title 8, Government Code, as amended, the City hereby elects to allow and to provide for payment of the increases below stated in monthly benefits payable by the Texas Municipal Retirement System (hereinafter referred to as the "System") to retired employees and to beneficiaries of deceased employees of the City under current service annuities and prior service annuities arising from service by such employees to the City. An annuity increased under this Section 1 replaces any annuity or increased annuity previously granted to the same person.
- (b) That the amount of annuity increase under this Section 1 is computed as the sum of the prior service and current service annuities on the effective date of retirement of the person on whose service the annuities are based, multiplied by 50 percent of the percentage change in Consumer Price Index for All Urban Consumers, from December of the year immediately preceding the effective date of the person's retirement to the December that is 13 months before the effective date of the increase under this Section 1.
- (c) That an increase in an annuity that was reduced because of an option selection is reducible in the same proportion and in the same manner that the original annuity was reduced.
- (d) That if a computation hereunder does not result in an increase in the amount of an annuity, the amount of the annuity will not be changed hereunder.
- (e) That the amount by which an increase under this Section 1 exceeds all previously granted increases to an annuitant is an obligation of the City and of its account in the Benefit Accumulation Fund of the System.

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SECTION 2. All ordinances or portions thereof in conflict with the provisions of this ordinance, to the extent of such conflict, are hereby repealed. To the extent that such ordinances or portions thereof are not in conflict herewith, the same shall remain in full force and effect.

<u>SECTION 3.</u> Should any word, sentence, clause, paragraph, or provision of this ordinance be held to be invalid or unconstitutional, the validity of the remaining provisions of this ordinance shall not be affected and shall remain in full force and effect.

<u>SECTION 4.</u> Subject to the approval by the Board of Trustees of the Texas Municipal Retirement System, items listed under Sections 1 of this ordinance pertaining to the increases in retirement annuities granted hereby shall be and become effective January 1, 2023.

DULY PASSED AND APPROVED by the City Council of the City of Mesquite, Texas, on the 7th day of November 2022.

—DocuSigned by: Daniel Aleman Jr.

D999585317D142B. Daniel Alemán, Jr. Mayor

ATTEST:

DocuSigned by: Sonja Land C2518005073E46

Sonja Land City Secretary APPROVED AS TO LEGAL FORM:

— DocuSigned by:

David L. Paschall

David L. Paschall City Attorney