

RESOLUTION NO. 631

A RESOLUTION INCREASING THE INVESTMENT OPTIONS WITHIN THE CITY OF STAYTON SECTION 457 EMPLOYEE DEFERRED COMPENSATION PLAN

WHEREAS, the Oregon Revised Statutes allow public employers to place funds accumulated for its employees under eligible deferred compensation plans in a trust established for the commingled investment of amounts held; and

WHEREAS, the City of Stayton currently maintains one deferred compensation plan with International City Managers Association (ICMA) for its employees pursuant to Section 457 of the Internal Revenue Service Code of 1986; and

WHEREAS, ICMA has a limited number of investment options for deferred compensation plan funds, and City of Stayton employees have expressed their desire to have more flexibility through a wider range of investment options; and

WHEREAS, Aetna Investment Services, Inc. (Aetna) is a service established for the commingled investment of funds held under deferred compensation plans for employees of Oregon public employers; and

WHEREAS, City of Stayton believes it is in the best interests of its deferred compensation plan participants and beneficiaries to have a wider selection of investment options for employees;

NOW, THEREFORE, BE IT RESOLVED by the Stayton City Council that:

- Section 1: City of Stayton is authorized to add Aetna Investment Services, Inc. as a financial carrier, in addition to ICMA, for those funds accumulated in the deferred compensation plans it maintains for the benefit of its employees as plan participants.
- Section 2: The City will allow participants to invest with Aetna, future funds to be contributed to its deferred compensation plans, as well as transfer those funds formerly accumulated with ICMA, at no cost, at the employee's request. Employees will continue to be able to contribute to the current plan with ICMA.
- Section 3: City of Stayton is authorized, at the employee's request, to take all action and sign all documents necessary to allow the transfer of funds previously accumulated with ICMA to Aetna, as well as future contributions to the City's eligible deferred compensation plans.
- Section 4: City of Stayton shall become a party to a contract with Aetna Investment Services, Inc. in accordance with this resolution.

APPROVED BY THE STAYTON CITY COUNCIL this 0th day of Sept, 1998.

Date: 9-9-98 By: Daphne E Girod
DAPHNE E. GIROD, Mayor

Date: 9-9-98 Attest: [Signature]
THOMAS L. BARTHEL, City Administrator