

# WORK SHOP MEETING OF THE LAKE CITY COUNCIL

## MINUTES

April 24, 2014

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**9:30 AM**

### **New Business**

**Participants: Mayor and City Council, City Attorney, City Treasurer, City Clerk, Director Community Services, Police Chief, Randy Logan (GMA), Patti Keesler (Benefits Law Group) and Gabe Gehert (Gehert Advisors).**

**Presentation of GMA Defined Benefit Plan: Randy Logan (GMA)** Mr. Logan advised Mayor and Council on the steps that needed to be done to begin the opening of the Defined Benefit plan for the City of Lake City. **(1.)** Passing of an Ordinance to establish a GMA Defined Benefit Plan for Lake City. **(2.)** Passage of a Resolution to stop funds going to Principal Insurance to begin going to G.M.A. starting June 1, 2014. **(3.)** Passage of a Resolution allowing Lake City employees to purchase past service into the GMA Defined Benefit plan.

Mayor Oswalt asked that no Motions be made till after everyone present gave their presentations and questions about plans could be asked and answered.

**Presentation of legal document needed for Defined Benefit Plan: Patti Keesler** Mrs. Keesler advised the Mayor and Council that a Resolution was need to stop the funding of the current 457 plan (Principal fund) and to amended the 457 plan contract to read effective June 1, 2014 no new participants will be allowed to join this plan, and to allow a plan-to-plan transfer from the 457 Plan to the GMA Defined Benefit plan for participants electing to purchase past service under the GMA Defined Benefit plan.

Mayor Oswalt asked would the fees from Principal be on going. Mrs. Keesler advised as long as Principal held monies in an account there would always be fees. She stated that fees would come from any employee who kept an account with Principal not from the City.

**Presentation of July Business Services: Gabe Gehert (Gehert Advisors)** Mr. Gehert showed the Mayor and Council a Cost Comparison of the current 457 Plan (Principal) and a plan with JULY Business Services. He advised that the current 457 plan was an out of date retirement plan and that July Business Services could do a much better and cheaper retirement plan.

After all Presentations, Mayor Oswalt asked did anyone have any questions. No one replied.

The Mayor then asked for a Motion on the Ordinance to establish a GMA Defined Benefit Plan for the City of Lake City. Motion was made by Councilman Williams and seconded by Councilwoman Kelly, and Ordinance passed unanimously.

The Mayor asked for a Motion on the Resolution to freeze all moneys going to the current 457 plan (Principal) as of June 1, 2014 and moneys are forward to new GMA Defined Benefit Plan and also allow employees to buy back past service with the City of Lake City. Motion was made by Councilman Sowell and seconded by Councilman Ginn, resolution passed unanimously

A Motion was made by Councilwoman Kelly to allow Mayor Oswalt to sign any contracts allowing the change from Principal to JULY Business Services as retirement plan advisors for the City of Lake City. Motion was seconded by Councilman Williams. Motion passed unanimously.

Chief Colwell advised Mayor and Council that one of the Council members need to be placed on the GMA Defined Benefit City of Lake City Board. Councilwoman Kelly nominated Councilman Sowell. Councilman Williams seconded the nomination of Councilman Sowell, all voted to place Councilman Sowell on board.

**Other business:**

City Attorney S. Fincher advised the Mayor and Council that there was a contract on the property at 1578 Dellwood Cir. for \$26,000 dollars. After all fees are paid the City would get around 20,000 to 21,000 dollars. Fincher advised a Motion needed to be made to allow Mayor Oswalt to sign a Listing Agreement, Sales Agreement and all final sales document for 1578 Dellwood Cir. A motion was made by Councilman Ginn and seconded by Councilman Williams, Motion passed unanimously.

Chief Colwell advised Mayor and Council that a Resolution needed to be adopted to go into an agreement with GMA to lease 5 police vehicles. Councilman Ginn made a Motion and seconded by Councilman Williams, motion passed unanimously.

**Adjournment:** Motion made by Councilman Sowell, seconded by Councilman Williams passed unanimously.