

GENERAL ASSEMBLY OF NORTH CAROLINA
1985 SESSION

CHAPTER 255
HOUSE BILL 599

AN ACT TO ESTABLISH A SUPPLEMENTAL PENSION FUND FOR FIREMEN
IN THE CITY OF MAYODAN.

The General Assembly of North Carolina enacts:

Section 1. There is established a Supplemental Pension Fund for the Fire Department of the City of Mayodan to be known as the "Mayodan Firemen's Supplemental Pension Fund", hereinafter referred to as "Supplemental Pension Fund", and to be administered by a board composed of the members of the trustees of the Firemen's Relief Fund of the City of Mayodan, established in accordance with G.S. 118-6.

Sec. 2. Notwithstanding the provisions of G.S. 118-7, all funds in the Firemen's Relief Fund of the City of Mayodan in excess of five thousand dollars (\$5,000) shall be transferred to the "Supplementary Pension Fund" prior to January 1, 1985, and prior to January 1 of each calendar year thereafter, so as to retain in the Firemen's Relief Fund an amount of money not greater than five thousand dollars (\$5,000); provided, however, the Firemen's Relief Fund shall have restored the sums from recurring annual receipts as are necessary to maintain a fund of not less than five thousand dollars (\$5,000); provided further, of the funds and subsequent recurring increments transferred from the Firemen's Relief Fund of the City of Mayodan to the "Supplemental Pension Fund", any or all of the same shall be retrievable by and to the Firemen's Relief Fund of the City of Mayodan in order to defray and meet the legitimate claims accruing under the provisions and coverage of the Firemen's Relief Fund of the City of Mayodan.

Sec. 3. Any person who is a member of the Mayodan Fire Department, or a retired member of the Mayodan Fire Department, as shown by the records of the City of Mayodan at the time of ratification of this act, or any person who becomes a member, or any fireman of the City of Mayodan who has become totally and permanently disabled and who has served as a fireman of the City of Mayodan for five or more years, is eligible for benefits from the "Supplemental Pension Fund"; provided that the person has been retired as a member of the Mayodan Fire Department under the provisions of the North Carolina Firemen's and Rescue Squad Workers' Pension Fund as set out in Article 3, Chapter 118 of the General Statutes of North Carolina and as participated in by the City of Mayodan, or as a voluntary member of the Fire Department of the City of Mayodan, or has left service because of the total and permanent disability described in this section. This act does not modify or alter in any way the Worker's Compensation Laws of this State.

Sec. 4. Any member who has served 20 years as a fireman in the Mayodan Fire Department and has attained the age of 55 or who has served for five or more years and has become totally and permanently disabled is entitled to receive a monthly pension from the "Supplemental Pension Fund". No pensions paid to any member shall exceed six hundred dollars (\$600) per year. If, for any reason, the Fund shall be insufficient to pay in full any pension benefits, or other charges, then all benefits shall be reduced pro rata for as long as the deficiency in amount exists. No claim shall accrue with respect to any amount by which a benefit payment shall have been reduced.

Sec. 5. The Treasurer of the Board of Trustees of the Mayodan Firemen's Relief Fund shall, from time to time, pay to the city clerk sufficient funds from the "Supplemental Pension Fund" to pay the beneficiaries on the first day of each and every month any monies the beneficiaries are entitled to under the provisions of this act.

Sec. 6. The Treasurer of the Firemen's Relief Fund of the City of Mayodan, as custodian of the "Supplementary Pension Fund", shall be required to give a bond with an indemnity company authorized to do business in the State of North Carolina as surety in a sum equal to the maximum amount estimated by the board of trustees as likely to be in his possession as custodian at any time within the fiscal year for which the bond is given. This bond is in lieu of the bond required by G.S. 118-6. The condition of the bond shall be that the custodian shall faithfully receive, keep, disburse, and account for, as provided in this act, all funds and property coming into his hands as custodian, and the premiums on the bond shall be paid by the City of Mayodan.

Sec. 7. The custodian of the "Supplemental Pension Fund" shall invest all monies coming into his possession belonging to the "Supplemental Pension Fund", except so much as the board of trustees from time to time determine is reasonably necessary for the prompt payment of claims and expenses, in securities as the board of trustees shall select. These securities shall be limited to those named in or authorized by either G.S. 159-30 or G.S. 159-31. Investments in certificates of deposit or time deposits in any bank or trust company or savings and loan associations shall not exceed the amount insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, unless these deposits or investments in shares are secured in the manner provided by G.S. 159-30 or G.S. 159-31.

Sec. 8. The board of trustees may accept any gift, grant, bequest, or devise or any real or personal property or other instrument of value for the use of "Supplementary Pension Fund".

Sec. 9. All laws and clauses of laws in conflict with the provisions of this act are repealed.

Sec. 10. None of the provisions of this act shall create a liability for the Mayodan Firemen's Supplemental Pension Fund unless sufficient current assets are available in the Fund to pay fully for the liability.

Sec. 11. This act is effective upon ratification.

In the General Assembly read three times and ratified, this the 24th day of May, 1985.