TO: Mayor and City Council

FROM: David Chanski, City Administrator

RE: PERA Contributions for Part-Time Police

Officers

DATE: November 6, 2023



## **Background**

As part of the 2023 legislative session, legislation was adopted that requires public employers to enroll any part-time employee that makes more than \$425 in a single month in the Public Employee Retirement Association (PERA). Seasonal employees and full-time students are exempt.

## **Effects on the City**

This change in legislation current affects only one employee, Part-Time Patrol Officer Luke Hamilton. As Officer Hamilton has made over \$400 in a single month, the City must enroll him in PERA. However, by enrolling him in PERA, the City (and Officer Hamilton) not longer have to pay contributions to FICA as police officers enrolled in a retirement system are not eligible for FICA.

To enroll Officer Hamilton (and any other future part-time patrol officers) in PERA, the attached resolution must be adopted.

## **Council Action**

Staff recommends that the City Council adopt Resolution 14-2023.