

TOWNSHIP OF WEST VINCENT
CHESTER COUNTY, PENNSYLVANIA

RESOLUTION 6-2026

A RESOLUTION TO SET VARIOUS FEES, ESCROWS AND OTHER PAYMENTS
CHARGED FOR CERTAIN TOWNSHIP SERVICES

WHEREAS, various Township Ordinances and State Law provides for the establishment of fees for certain permits, reviews, inspections and/or other services; and,

WHEREAS, having said fees listed in a single document is of significant assistance and convenience to the general public;

NOW, THEREFORE, the fees and charges attached hereto as Exhibit A, is hereby adopted; and shall be assessed by West Vincent Township effective this date, and until such time as so amended by the Board of Supervisors by resolution.

RESOLVED THIS 16th DAY OF MARCH, 2026.

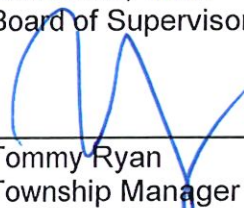
FOR WEST VINCENT TOWNSHIP

BY:



Dana Alan, Chair
Board of Supervisors

ATTEST:



Tommy Ryan
Township Manager

2026 FEE SCHEDULE

effective March 17, 2026

RESIDENTIAL PERMITS

NEW SFD & SFD ADDITIONS

- Review Fee \$ 500.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance \$ 300.00 plus 1.20% COC
- Failed Inspections Escrow for 20+ home developments \$ 5,000.00
- Zoning Permit required
- Stormwater Permit may be required

NEW ACCESSORY STRUCTURES & AGRICULTURAL BUILDINGS

- Review Fee \$ 300.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC
- Agricultural Buildings defined under UCC Act 45
- Zoning Permit required
- Stormwater Permit may be required

ALTERATIONS

- Review Fee \$ 300.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC
- Zoning Permit may be required
- Stormwater Permit may be required

DECKS, PATIOS, PORCHES, PERGOLAS

- Review Fee \$ 300.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC
- Zoning Permit required
- Stormwater Permit may be required

SOLAR, WIND, & EMERGENCY GENERATOR

- Review Fee \$ 300.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC

ALARM SYSTEMS

- Review Fee \$ 200.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC

RESIDENTIAL PERMITS *(continued)*

ELECTRICAL

- Review Fee \$ 200.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance for:
 - ❖ New Service \$ 600.00
 - ❖ Heater or Water Heater Replacement \$ 250.00
 - ❖ Other Electrical 1.20% COC

PLUMBING, HVAC & MECHANICAL

- Review Fee \$ 200.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance
 - ❖ Sewer Lateral Replacement \$ 150.00
 - ❖ Other 1.20% COC

SWIMMING POOLS & ACCESSORY RECREATIONAL USES

- Review Fee
 - ❖ In-ground pools \$ 325.00
 - ❖ Above-ground pools \$ 135.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC
- Zoning Permit required
- Stormwater Permit may be required

ACCESSORY USES

- Review Fee \$ 125.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.20% COC
- Zoning Permit may be required
- Stormwater Permit may be required

ZONING PERMIT \$ 310.00

DRIVEWAY \$ 310.00

RE-INSPECTION FEE \$ 100.00

- per inspection fee
- required after any failed inspection
- fee must be paid before re-inspection is scheduled

CERTIFICATE OF OCCUPANCY \$ 150.00

- permanent or temporary certificate
- temporary certificate valid up to 180 days
- required for all new residential and non-residential construction
- required for non-residential owner change and/or non-residential building use

NON-RESIDENTIAL PERMITS

NEW CONSTRUCTION & ADDITIONS

- Review Fee \$1,250.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC
- Zoning Permit required
- Stormwater Permit may be required

NEW ACCESSORY STRUCTURES OR AGRICULTURAL BUILDINGS

- Review Fee \$ 350.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC
- Agricultural Buildings defined under UCC Act 45
- Zoning Permit required
- Stormwater Permit may be required

ALTERATIONS

- Review Fee \$ 550.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC
- Zoning Permit may be required
- Stormwater Permit may be required

SOLAR, WIND, & EMERGENCY GENERATOR

- Review Fee \$ 550.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC

ALARM SYSTEMS

- Review Fee \$ 450.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC

ELECTRICAL

- Review Fee \$ 350.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance for:
 - ❖ New Service \$ 600.00
 - ❖ Heater or Water Heater Replacement \$ 250.00
 - ❖ Other Electrical 1.35% COC

PLUMBING, HVAC & MECHANICAL

- Review Fee \$ 350.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC

NON-RESIDENTIAL PERMITS *(continued)*

SWIMMING POOLS & ACCESSORY RECREATIONAL USES

- Review Fee \$ 550.00
- PA Act 157 of 2006 \$ 4.50
- Permit Issuance 1.35% COC
- Zoning Permit required
- Stormwater Permit may be required

TELEVISION, MOBILE, WIND TURBINE AND OTHER TOWERS

- Review Fee & Permit Issuance \$ 750.00
- PA Act 157 of 2006 \$ 4.50
- Zoning Permit required
- Stormwater Permit may be required
- \$2,500 escrow required for professional services reimbursement

SIGNS (per sign)

- Review Fee & Permit Issuance \$ 300.00
- PA Act 157 of 2006 \$ 4.50
- engineered drawings required
- Zoning Permit required
- Stormwater Permit may be required

COMMERCIAL COOKING SYSTEM

- Review Fee, Permit Issuance, & Final Inspection \$ 600.00
- PA Act 157 of 2006 \$ 4.50

ZONING PERMIT

\$ 310.00

DRIVEWAY

\$ 310.00

- \$2,500 escrow required for professional services reimbursement

RE-INSPECTION FEE

\$ 100.00

- per inspection fee
- required after any failed inspection
- fee must be paid before re-inspection is scheduled

CERTIFICATE OF OCCUPANCY

\$ 200.00

- permanent or temporary certificate
- temporary certificate valid up to 180 days
- required for all new residential and non-residential construction
- required for non-residential owner change and/or non-residential building use

OTHER PERMITS

<u>BRIDGE WEIGHT LIMIT</u>	\$ 300.00
• \$2,500 escrow required for professional services reimbursement	
<u>RETAINING WALL OVER FOUR FEET IN HEIGHT</u>	
• Review Fee	\$ 600.00
• PA Act 157 of 2006	\$ 4.50
<u>DEMOLITION</u>	
• residential or non-residential	\$ 300.00
• proof of utility disconnect, and lead & asbestos testing required	
• \$2,500 escrow required for professional services reimbursement	
<u>SOLICITATION</u>	
• Business Application (valid for 6 months)	\$ 1,200.00
• employee/solicitor (valid for duration of Business Application)	\$ 50.00/pp
<u>TEMPORARY SIGNS & BANNERS</u>	\$ 100.00
<u>MOVING A BUILDING OR STRUCTURE</u>	\$ 300.00 plus 1.35% COC
<u>ROAD OCCUPANCY</u>	\$ 200.00
<u>ABOVE-GROUND STORAGE TANK</u> (per tank)	
• installation, replacement, or removal	\$ 350.00
<u>BELOW-GROUND STORAGE TANK</u> (per tank)	
• installation, replacement, or removal	\$ 500.00
<u>HAM RADIO</u>	\$ 350.00
<u>PERMIT RENEWAL FEE</u>	\$ 200.00
<u>BED & BREAKFAST ANNUAL REGISTRATION FEE</u>	\$ 75.00
<u>FIREWORKS</u>	\$ 300.00
• permit required for display-class fireworks only	
<u>SPECIAL EVENT</u>	
• Temporary, up to 7 days	\$ 100.00
• Seasonal, 8 to 180 days per year	\$ 150.00
<u>TEMPORARY TENT</u>	
• for tent-coverage over 400 ft ² ; calculation does not include tent ropes and stakes	
• Review Fees	
○ up to 4 tents	\$ 200.00
○ 5 to 10 tents	\$ 400.00
○ over 10 tents	\$ 45.00 per tent
• fee per inspection	\$ 200.00

STORMWATER MANAGEMENT

STORMWATER MANAGEMENT APPLICATION, SIMPLIFIED PLAN

- projects that propose 1,000 to 2,000 ft² of net new impervious surface, cumulative of improvements from 2014 and onward, and/or projects that propose 5,000 to 10,000 ft² of earth disturbance.
- Review Fee \$ 450.00
- Stormwater Operation and Maintenance ("O&M") Fund Fee \$ 250.00
- Professional Services Escrow \$ 4,000.00

STORMWATER MANAGEMENT APPLICATION, NON-SIMPLIFIED PLAN

- projects that propose over 2,000 ft² of net new impervious surface, cumulative of improvements from 2014 and onward, and/or projects that propose over 10,000 ft² of earth disturbance.
- Review Fee \$ 750.00
- Stormwater Operation and Maintenance ("O&M") Fund Fee \$ 250.00
- Professional Services Escrow \$ 10,000.00

SUBDIVISION & LAND DEVELOPMENT

LOT LINE CHANGE & LOT CONSOLIDATION

- Application Fee \$ 1,000.00
- Professional Services Escrow \$ 5,000.00

SUBDIVISION, UP TO THREE LOTS

- Application Fee \$ 1,500.00
- Professional Services Escrow \$ 7,500.00

SUBDIVISION, FOUR TO TEN LOTS

- Application Fee \$ 3,500.00
- Professional Services Escrow \$ 10,000.00

SUBDIVISION, ELEVEN TO TWENTY LOTS

- Application Fee \$ 5,500.00
- Professional Services Escrow \$ 12,500.00

SUBDIVISION, MORE THAN TWENTY LOTS

- Application Fee \$ 7,000.00
- Professional Services Escrow \$ 20,000.00

LAND DEVELOPMENT, UP TO 20,000 SF NEW BUILDING

- Application Fee \$ 3,750.00
- Professional Services Escrow \$ 10,000.00

LAND DEVELOPMENT, 20,001 TO 50,000 SF NEW BUILDING

- Application Fee \$ 5,500.00
- Professional Services Escrow \$ 15,000.00

SUBDIVISION & LAND DEVELOPMENT *(continued)*

LAND DEVELOPMENT, OVER 50,000 SF NEW BUILDING

- Application Fee \$ 7,000.00
- Professional Services Escrow \$ 20,000.00

SKETCH / CONCEPT PLAN

- Application Fee \$ 750.00
- Professional Services Escrow \$ 1,500.00

WAIVER OF LAND DEVELOPMENT REQUEST

- payable if request is granted or not granted \$ 750.00
- Professional Services Escrow, if required \$ 2,000.00

ZONING HEARING BOARD & OTHER APPEALS

ZHB & UCC BOARD OF APPEALS

- first hearing \$ 1,600.00
- second & subsequent hearings, public notice not required \$ 900.00
- second & subsequent hearings, public notice required \$ 600.00

ZHB & UCC BOARD OF APPEALS, 501(c) EXEMPT APPLICANTS

- first hearing \$ 1,000.00
- second & subsequent hearings, public notice not required \$ 600.00
- second & subsequent hearings, public notice required \$ 400.00

CONDITIONAL USE

- first hearing \$ 1,500.00
- second & subsequent hearings, public notice not required \$ 800.00
- second & subsequent hearings, public notice required \$ 500.00

VALIDITY OR CURATIVE AMENDMENT CHALLENGE

- first hearing \$ 2,750.00
- second & subsequent hearings, public notice not required \$ 800.00
- second & subsequent hearings, public notice required \$ 500.00

APPLICATION TO AMEND THE ZONING ORDINANCE OR ZONING MAP

- Application Fee \$ 1,250.00
- Professional Services Escrow \$ 20,000.00

ZONING OFFICER DETERMINATION LETTER

\$ 130.00

DEPARTMENT, RENTAL, AND OTHER FEES & CHARGES

ADMINISTRATION DEPARTMENT

- copy, 8.5" x 11" \$ 0.25/page
- copy, 11" x 17" \$ 0.50/page
- copy, larger than 11"x17" \$ 6.00/page
- copy, plans & maps \$ 10.00/page
- Comprehensive Plan \$ 50.00
- Greenway Lands Stewardship Guide \$ 55.00
- Ludwig's Corner Master Plan \$ 50.00
- Open Space and Recreation Plan \$ 50.00
- Stormwater Management Ordinance \$ 45.00
- Subdivision/Land Development Ordinance \$ 40.00
- Zoning Ordinance \$ 45.00

FINANCE DEPARTMENT

- Escrow Release Fee \$ 67.50
- returned check fee \$ 30.00+ applicable bank fee
- 30-day past due interest charge 1.5% per month

PARKS DEPARTMENT

- Evans Park, athletic field rental, individual use \$ 30.00/hour
- Evans Park, athletic field rental, seasonal use
 - up to 10 weeks, up to 10 hours per week \$ 8.00/hour
 - up to 10 weeks, up to 15 hours per week \$ 9.00/hour
 - up to 10 weeks, up to 20 hours per week \$ 10.00/hour
- Evans Park, gazebo rental no fee
- Evans Park, gazebo with electric \$ 25.00
- Community Garden, West Vincent Township Residents
 - 20' x 10' plot \$ 75.00/year
 - 20' x 20' plot \$ 85.00/year
- Community Garden, Non-Residents
 - 20' x 10' plot \$ 115.00/year
 - 20' x 20' plot \$ 125.00/year

PERMIT DEPARTMENT

- penalty for starting construction without a permit fee is calculated at twice the permit fee amount; in addition to the penalty fee, the full permit fee must be paid

POLICE DEPARTMENT

- Accident Reports \$ 15.00
- reports other than Accident Reports \$ 0.25/page
- Traffic Control
 - number of officers and vehicles determined by Chief of Police
 - \$ 100.00/hour/officer
 - \$ 75.00/hour/vehicle

FEE SCHEDULE NOTES:

1. **Cost of Construction.** Cost of Construction includes all construction portions of a project, and is generally based upon the sum of the construction contract(s), and other direct construction costs; this cost does not include compensation paid to the project engineer, architect and consultants or the cost of the land. The Township has the final determination in accepting the submitted Cost of Construction as provided on the permit application, and the Township may, at its sole discretion, to require evidence to support said proposed Cost of Construction.
2. **Omissions and Errors.** The failure to list, in this Resolution, a fee that is properly listed elsewhere shall not obviate the responsibility to pay that fee.
3. **Permit Duration.** Building, zoning and other permits are valid for 180 days. After this time the Township may, in its sole discretion, extend the period for which the permit is valid. If a permit expires, and new application must be submitted, with all fees, escrows, and other charges.
4. **Review Fee.** A Review Fee is non-refundable.
5. **Permit Issuance Fee.** In the event a permit application is withdrawn by the Permittee, or the application is otherwise terminated, a portion of the Permit Issuance Fee paid may be refunded, upon written request of the Permittee, and the amount to be refunded will be the Permit Issuance Fee paid less all costs incurred by the Township up to the date of the Township's receipt of the written request for a refund.
6. **Escrow Replenishment.** Unless otherwise noted on this Fee Schedule, an escrow must be replenished to its original amount posted after the balance falls below 50% of the original amount posted, and not later than ten days after the date of the Township's written notice to the permit holder requesting this replenishment. The Township reserves the right, in its sole discretion, to discontinue any review and other services provided until such time as the escrow is properly replenished.
7. **Escrow Charges.** For services provided by Township consultants, and paid through an escrow account, that charged against the escrow account will be the actual rate and fee the Township consultant charges to the Township. Township consultant hourly rates and fees are on file at the Township Building.
8. **Evans Park Gazebo.** Gazebo rentals are available to West Vincent Township residents only. Gazebo rental may not be used for any commercial use.
9. **Permit Ownership.** Each permit application has an owner field, an applicant field, and a contractor field. The person who is listed in the applicant field is the owner of the permit. Should a property owner and a contractor decide to void their working relationship on a project, the permit will be voided if the property owner is not the applicant, and the property owner, or his or her new consultant, if any, must submit a new permit application, and must pay all applicable costs.

ORDINANCE NO. _____

AN ORDINANCE OF WEST VINCENT TOWNSHIP, CHESTER COUNTY, COMMONWEALTH OF PENNSYLVANIA, ELECTING TO AMEND ITS POLICE PENSION PLAN ADMINISTERED BY THE PENNSYLVANIA MUNICIPAL RETIREMENT SYSTEM PURSUANT TO ARTICLE IV OF THE PENNSYLVANIA MUNICIPAL RETIREMENT LAW; AGREEING TO BE BOUND BY ALL PROVISIONS OF THE PENNSYLVANIA MUNICIPAL RETIREMENT LAW AS AMENDED AND AS APPLICABLE TO MEMBER MUNICIPALITIES. IT IS HEREBY ORDAINED BY WEST VINCENT TOWNSHIP, CHESTER COUNTY, AS FOLLOWS:

SECTION I. West Vincent Township (the Township), having established a police pension plan administered by the Pennsylvania Municipal Retirement System (the System), hereby elects to amend its Police Pension Plan administered by the System in accordance with Article IV of the Pennsylvania Municipal Retirement Law, 53 P.S. §881.101 et seq. (Retirement Law), and does hereby agree to be bound by all the requirements and provisions of the Retirement Law and the Municipal Pension Plan Funding Standard and Recovery Act, 53 P.S. §895.101 et seq., and to assume all obligations, financial and otherwise, placed upon member municipalities.

SECTION II. As part of this Ordinance, the Township agrees that the System shall administer and provide the benefits set forth in the amended Police Pension Plan Document, which includes Addendum C: Deferred Retirement Option Program (attached as Exhibit "A"), entered into between the Pennsylvania Municipal Retirement Board and the Township effective as of the date specified in the adoption agreement (the Contract).

SECTION III. The Township acknowledges that by passage and adoption of this Ordinance, the Township officially accepts the Contract and the financial obligations resulting from the administration of the Contract.

SECTION IV. Payment for any obligation established by the adoption of this Ordinance and the Contract shall be made by the Township in accordance with the Retirement Law and the Municipal Pension Plan Funding Standard and Recovery Act. The Township hereby assumes all liability for any unfundedness created due to the benefit structure set forth in the Contract.

SECTION V. The Township intends this Ordinance to be the complete authorization of the Contract, as amended and it shall become effective as of the date specified in the adoption agreement, which is the effective date of the Contract, as amended.

SECTION VI. A duly certified copy of this Ordinance and an executed Contract shall be filed with the System.

ORDAINED this _____ day of _____, 20__.

TALLY OF VOTES – YEAS _____ NAYS _____

**BOARD OF SUPERVISORS
WEST VINCENT TOWNSHIP
CHESTER COUNTY, PENNSYLVANIA**

ATTEST:

By: _____
Secretary

By: _____
Dana Alan

By: _____
Bernie Couris

By: _____
Sean Clark

**PENNSYLVANIA MUNICIPAL RETIREMENT SYSTEM
BASE PLAN DOCUMENT**

ADDENDUM C: DEFERRED RETIREMENT OPTION PROGRAM

If elected by the Municipality in its Adoption Agreement, the Municipality shall offer the Deferred Retirement Option Program ("DROP") established and offered by the System under the following conditions.

C.01 Definitions

All capitalized terms in this section shall have the meaning as prescribed either in Article I of the Base Plan Document or as set forth below.

- (a) **Member's Effective DROP Retirement Date** means the date specified in the Member's letter of intent to retire submitted to the Municipality pursuant to Section C.03(a). The Member's Effective DROP Retirement Date shall be the day immediately preceding the DROP Participation Date.
- (b) **DROP Participation Date** means the day immediately after as the Member's Effective DROP Retirement Date.
- (c) **DROP Termination Date** means the date in which a Member's participation in the DROP ceases.

The DROP Termination Date shall be the earlier date as specified according of one of the four following events:

- (i) The Member has been reported by the Municipality as Terminating Employment with the Municipality as of a specified date; or
- (ii) The Member provided a written election to PMRS to cease DROP participation as of a specified date.
- (iii) The Member been determined by PMRS to have an Effective Date of Disability and shall begin a Disability Pension in lieu of a Superannuation Pension.
- (iv) The Member has reached the maximum time period allowed for DROP participation in accordance with Section C.03(a) of this Addendum

If the Municipality elected in its Adoption Agreement to allow for in-service distributions in accordance with Sections 1.59, 10.05 and 10.06, and a DROP participant has elected to continue as an Employee with the Municipality without a Break in Service, that Member shall be reported to PMRS by the Municipality as an Ineligible Employee who has continued active employment as of a specified date and will be receiving in-service distributions.

- (d) **Subsidiary DROP Participant Account** means the separate, interest-bearing subaccount established for a DROP participant.

C.02 Member Eligibility

A Member shall be eligible to elect into the DROP at the time of the Member's Effective DROP Retirement Date provided the Member:

- (a) is eligible for a Superannuation Retirement Pension as specified by the Municipality in Section 5.01 of the Adoption Agreement as of the Member's Effective DROP Retirement Date;
- (b) has not previously participated in the Municipality's DROP; and
- (c) is not a Member in the Plan as an elected official.

C.03 Member Participation

(a) Election to Participate

To elect participation into the DROP, a Member must file a written application on a form provided by the Board at least 30 days before the Member's Effective DROP Retirement Date.

The written application must include the following information:

- (i) A copy of the letter of retirement sent to the Municipality stating the Member's intent to retire and specifying the Member's Effective DROP Retirement Date. Such letter of retirement shall be binding and irrevocable.
- (ii) A Declaration to forego:
 - (A) active membership in the Plan;
 - (B) any growth in the salary base used for calculating the Basic Benefit in Section 5.02 of the Adoption Agreement, and
 - (C) any additional benefit accrual for retirement purposes, including Service Increment Benefits specified in Section 5.02 of the Adoption Agreement.
- (iii) The number of months the Member elects to participate in the DROP subject to the maximum allowed in subsection (b)(ii). No extension shall be allowed.
- (iv) The Member's election of a form of benefit payment provided in Sections 10.01 and 10.02 of the Adoption Agreement, excluding the Lump Sum Payment of Employee Contributions and Excess Interest Investment Account with a Normal or Optional form of Annuity Benefit if one is provided in Section 10.02 of the Adoption Agreement.
- (v) Any other information that may be requested by the System.

Once the election is made to participate in DROP, the Member, for Plan purposes, is considered to be Retired with no access to benefit payments until after the DROP Termination Date.

(b) Effective Dates of Participation and Termination

- (i) The DROP Participation Date shall be the day after the Member's Effective DROP Retirement Date.
- (ii) The DROP Termination Date shall be no later than the last calendar day of the month upon completion of 36 months of DROP participation.
- (iii) Election to Terminate DROP Participation

A DROP participant may elect to change the DROP Termination Date during DROP participation to an earlier date. Such earlier DROP Termination Date shall be the last calendar day of a month and must be approved by the System.

A Member and the Municipality shall immediately inform the System of any change in the DROP Termination Date to an earlier date. If the notification is less

than thirty (30) days prior to the revised DROP Termination Date, the revised DROP Termination Date may be delayed by PMRS for an additional calendar month.

No penalty shall be imposed for early termination of DROP participation.

C.04 Payments to and Investment of the Subsidiary DROP Participant Account

Beginning on the DROP Participation Date and ending on the DROP Termination Date, all monthly annuity payments payable to a DROP Participant shall be deposited into a Subsidiary DROP Participant Account established by the Board. The assets of the Subsidiary DROP Participant Account shall be invested in the Pennsylvania State Treasurer's "Liquid Asset Pool", commonly referred to as "Pool 99."

(a) Credited Interest

Each Subsidiary DROP Participant Account shall be credited with DROP Interest, compounded monthly and shall be equal to the monthly rate of return credited to the Liquid Asset Pool as determined by the Pennsylvania State Treasurer.

(i) Minimum and Maximum Return

The DROP Interest credited each month shall not be less than zero percent (0.0%) nor more than 0.367 percent (0.367%) per month, not to exceed the statutory limit of 4.5 % annually. In the event the Liquid Asset Pool earns in any one month less than zero percent (0.0%), the monthly DROP Interest credited to each Subsidiary DROP Participant Account shall be zero percent (0.0%). In the event the Liquid Asset Pool earns in any one month more than 0.367 percent (0.367%), the DROP Interest credited to the Subsidiary DROP Participant Account shall not exceed 0.367 percent (0.367%).

(ii) Investment Returns in Excess of Maximum

If investment returns in the Liquid Asset Pool exceed the maximum allowable amount as specified in subsection (i), any such excess returns shall remain in the Liquid Asset Pool as unallocated investment earnings and shall be used to offset any unfunded liability resulting from any negative monthly returns earned by the Liquid Asset Pool in the past or in the future.

The System shall provide an annual benefit statement to each DROP participant showing the balance of the Subsidiary DROP Participant Account.

C.05 Termination of Member Participation in the DROP

As of the DROP Termination Date, the Member, as both a Retiree and a terminated DROP Participant, shall be:

- (a) ineligible to reenroll in the DROP even if reemployed by the Municipality as an Active Member and eligible for a Superannuation Retirement Benefit;
- (b) subject to reemployment and benefit payment limitations as may be provided under the Plan; and
- (c) eligible for renewed Plan membership as an Active Member as may be provided under the Plan.

C.06 Distribution of Subsidiary DROP Participant Account

The System shall distribute, within 45 days of the DROP Termination Date, the amount credited to the Member's Subsidiary DROP Participant Account as of the DROP Termination Date. The distribution to the Member shall be net of required or elective tax withholdings.

The DROP participant may elect to have one or more of the following types of lump sum payments:

- (a) one lump-sum payment paid to the DROP Participant in accordance with Section 12.02 of the Base Plan Document; and
- (b) one or more payments paid in accordance of Section 12.02 that qualify as Eligible Rollover Distributions in accordance with Section 11.07 of the Base Plan Document.

If the DROP Participant fails to elect one or more of the lump sum payment options within sixty (60) days after the DROP Termination Date, the lump-sum shall be paid as specified in subsection (a).

C.07 Disability of a DROP Participant

In the event a DROP participant Terminates Employment with the Municipality due to a disability, the DROP Termination Date shall be last day of the calendar month in which the Employment Termination Date occurred. Distributions shall be made in accordance with the provisions of Section C.06.

If the Municipality elected to provide for a disability benefit under Article VII of the Adoption Agreement, the Member shall have the right to apply for a Disability Retirement. If a disability application is submitted to PMRS, the Member shall continue to receive a Superannuation Retirement Benefit until the System completes its review of the application and, if applicable, establishes a Disability Date.

C.08 Death of a DROP Participant

Upon the death of a DROP Participant, the DROP Termination Date shall be last day of the calendar month of the month in which DROP Participant died. Distributions required other than to the Member, shall be made in accordance with the applicable provisions of Section C.06.

For the remaining account balance that has not been distributed, the following priority of recipients shall be utilized:

- (a) Designated Beneficiaries
- (b) Member's Estate
- (c) Next of kin

The priority recipients identified in subsections (a) and (b) shall have the same distribution options and requirements made available to the Member in Section C.06.

C.09 Benefits Under an Approved Domestic Relations Order

- (a) For Monthly Benefit Payments

Monthly benefits payments to an Alternate Payee shall begin the first day of the first month after the DROP Termination Date.

- (b) For a Lump Sum Payment

The Alternate Payee shall have the same distribution options and requirements made available to the Member in Section C.06.