

April 12, 2022

BOROUGH OF BRADLEY BEACH

RESOLUTION 2022-117

RESOLUTION FOR STATE FOR THE DEFERRED COMPENSATION PLAN

WHEREAS, in order to attract and retain qualified employees there exists a need to adopt and implement a **DEFERRED COMPENSATION PLAN** for the employees of the Borough of Bradley Beach (hereinafter referred to as “Employer”), which will provide employees the opportunity to enhance their financial security at retirement through savings of compensation on a deferred basis as provided by Section 457 of the Internal Revenue Code of 1986, as amended (“Code”); and

WHEREAS, there is no direct financial cost to the Employer to adopt and implement both a deferred compensation plan and Service Agreement

WHEREAS, the Employer made written requests for proposals from two or more contractors including Equitable and National Life Group for the administration of the investments of funds under a **DEFERRED COMPENSATION PLAN** including providing Prototypical Plans and Service Agreements that meet the requirements of the Municipal, County and Authority Deferred Compensation programs Rule N.J.A.C. 5.37;

WHEREAS, the following contractors submitted proposals:

Equitable Life Insurance Company (hereinafter referred to as “Equitable) and National Life Group

WHEREAS, the Borough of Bradley Beach reviewed the proposals and spoke with the representatives of the responding contractors of deferred compensation services; and

WHEREAS, it was deemed that **Equitable and National Life Group** have the ability to: (1) maintain complete records of accounts; (2) manage accounts with absolute fidelity; (3) provide advice concerning various categories of investments; and (4) provide continuing consultation to participants.

NOW, THEREFORE, BE IT RESOLVED by the Borough of Bradley Beach that

- a) effective as of the date of this resolution the **DEFERRED COMPENSATION PLAN** provided by Equitable and assigned the plan identifier: 20-PD-EQUITABLE-091720 by the New Jersey Division of Local Government Services and the **DEFERRED COMPENSATION PLAN** provided by National Life Group: 19-PD-NATIONAL-091819, is hereby adopted and signed by the Employer.

It is hereby acknowledge that the said **DEFERRED COMPENSATION PLAN** is substantially similar to one on which a favorable Private Letter Ruling has been previously obtained from the federal Internal Revenue Service except for provisions added by reason of The Small Business Job Protection Act of 1996 (United States Public Law No. 104-188), the Tax payer Relief Act of 2001 (United States Public Law No. 105-34), and the Economic Growth and Tax Relief Reconciliation Act of 2001 (United States Public Law No. 107-16), and all such provisions are stated in the plan in terms substantially similar to the text of those provisions in the Code Section 457 including pertinent applicable Treasury Regulations. The use of the Ruling is for guidance only and acknowledges that for Internal Revenue Service purposes, the Ruling of another employer is not be considered precedent.

- b) The Deputy Clerk is authorized to execute the Service Agreement (bearing the identifier: 20-SA-Equitable-091720 assigned by the New Jersey Division of Local Government) with Equitable and the Service Agreement (bearing the identifier: 19-SA-NATIONAL-091819) with National Life Group for the provision of administrative and investment services. There has been no collusion, or evidence or appearance of collusion, between any local official and a representative of Equitable and National Life Group in the selection of Equitable as contractor for the administration of the Service Agreement pursuant to N.J.A.C. Section 5:37-5.7.
- (c) the Deputy Clerk is hereby designated as Local Plan Administrator for the administration of the **DEFERRED COMPENSATION PLAN**.

Seconded by Councilman Gubitosi and adopted upon the following vote:

	AYES	NAYS	ABSTAIN	ABSENT
Mr. Bonnell	X			
Mr. Gubitosi	X			
Mr. Sexsmith	X			
Mr. Weber	X			
Mayor Fox	X			

CERTIFICATION

I, Erica Kostyz, Municipal Clerk, Borough of Bradley Beach, Monmouth County, New Jersey, do hereby certify that the foregoing resolution was duly adopted by the Governing Body at the April 12, 2022 Council Business Meeting.


 Erica Kostyz, RMC, CMR
 Municipal Clerk