

RESOLUTION NO. 29365

A RESOLUTION AUTHORIZING THE DIRECTOR OF HUMAN RESOURCES TO ENTER INTO THE FIRST AMENDMENT TO THE CONTRACT BY AND BETWEEN THE CITY AND THE CHATTANOOGA METROPOLITAN AIRPORT AUTHORITY, IN SUBSTANTIALLY THE FORM ATTACHED, TO MANAGE THE AUTHORITY'S PENSION AND CERTAIN EMPLOYEE BENEFITS AND AS MORE PARTICULARLY SPECIFIED IN THE FIRST AMENDMENT.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE, That it is hereby authorizing the Director of Human Resources to enter into the First Amendment to the contract by and between the City and the Chattanooga Metropolitan Airport Authority, in substantially the form attached, to manage the Authority's pension and certain employee benefits and as more particularly specified in the First Amendment.

ADOPTED: March 20, 2018

/mem

**FIRST AMENDMENT TO
CONTRACT**

This First Amendment to Contract (the "First Amendment") is made and entered into as of the ____ day of _____ 2018, by and between City of Chattanooga ("City") and the Chattanooga Metropolitan Airport Authority ("Authority"). (City and Authority are collectively referred to as the Parties). The Parties agree as follows:

RECITALS

WHEREAS, City and Authority entered into that certain Contract dated May 6, 1986 (the "Original Contract"); and

WHEREAS, The Parties now wish to amend the Original Contract as provided herein.

AMENDMENT

- (1) Paragraph 5 of the Original Contract is hereby amended by deleting the first sentence and replacing it with the following:

“The Authority agrees that the City shall manage the pension, medical, life insurance and long term disability insurance offered to eligible City employees, and its employees shall satisfy all the City’s eligibility rules.”

- (2) Paragraph 5 of the Original Contract is hereby amended by deleting the second sentence in its entirety and replacing it with the following:

“Payment of the employer’s contribution to the above benefit program, as well as payment for all related administrative costs associated with the program, shall be made by the Authority to the City.”

- (3) The second paragraph of Paragraph 5 of the Original Contract is hereby amended as follows:

“The Authority agrees that if it at any time creates its own medical, life insurance or LTD insurance programs, or if it contracts with an entity other than the City for such benefit programs, then participation in such programs shall be the exclusive source of such benefits for Authority employees so that employees will not be provided with a choice of benefit programs offered by the City or an alternate.”

- (4) Paragraphs 7 and 8 of the Original Contract are hereby deleted in their entirety.

NO OTHER AMENDMENTS

Except as expressly amended herein, the Original Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Parties hereto have executed this First Amendment as of the day and year first above written.

CITY OF CHATTANOOGA

**CHATTANOOGA METROPOLITAN
AIRPORT AUTHORITY**

By: _____
Its: _____

By: _____
Its: _____