

Business Operations
Ofelia San Pedro, Deputy Superintendent

**SUBJECT: RESOLUTION NO. 1, 2004-05 FIDUCIARY FUND – PENSION TRUST
FINAL BUDGET REVIEW**

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

In addition to participating in the Florida Retirement System, the School Board established an early retirement plan on July 1, 1984. The plan is non-contributory and is administered by an independent trustee.

All employees participating in the Florida Retirement System were eligible to participate in the Supplemental Early Retirement Plan (the "Plan"). Accordingly, the School Board's payroll for employees covered by the early retirement plan is the same as that for those employees covered by the system. Since July 1, 2003, no additional employees are permitted to be covered by the Plan.

The Plan was established in order to supplement an early retiree's benefits by the amount of reduction imposed by the Florida Retirement System. The program provides a supplemental income for those employees who retire between the ages of 55 to 61 and who have completed at least 25 years, but no more than 28 years, of creditable service.

The penalty is equal to a 5% reduction in benefits for each year prior to age 62 a person retires with less than 30 years creditable service. These benefit provisions and all other requirements are established by Florida Statute Section 121.011.

Required contributions to the Early Retirement Fund are established by a Board-appointed actuarial consultant and are expended in the funds making the contributions during the years contributed.

This resolution decreases revenues and ending fund balance as shown on the attached schedule to reflect actual 2004-05 results. The decreased revenue is due primarily to recording a \$2.6 million decrease in Fair Market Value of Investments.

RECOMMENDED: That The School Board of Miami-Dade County, Florida adopt Resolution No. 1, the 2004-05 Fiduciary Fund - Pension Trust - Final Budget Review, decreasing revenues and appropriations by \$207,785 as shown on the schedule on page 2 of 2.

**REPLACEMENT
E-23**

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
2004-05 SUMMARY OF REVENUES & APPROPRIATIONS
FIDUCIARY FUND - PENSION TRUST
RESOLUTION NO. 1**

	ADOPTED BUDGET 09/08/04	RESOLUTION NO. 1	AMENDED BUDGET 09/07/05
REVENUES			
Interest/Investment Income	\$ 3,880,764	\$ (2,636,588)	\$ 1,244,176
Contributions from Other Funds	<u>2,387,735</u>	<u>(28,071)</u>	<u>2,359,664</u>
Total Revenues	\$ 6,268,499	\$ (2,664,659)	\$ 3,603,840
Beginning Fund Balance	<u>28,495,579</u>	<u>2,456,874</u>	<u>30,952,453</u>
Total Revenues and Beginning Fund Balance	<u>\$ 34,764,078</u>	<u>\$ (207,785)</u>	<u>\$ 34,556,293</u>
APPROPRIATIONS			
Payment to Retirees	\$ 3,784,721	\$ 79,231	\$ 3,863,952
Purchased Services	<u>26,904</u>	<u>22,897</u>	<u>49,801</u>
Total Appropriations	\$ 3,811,625	\$ 102,128	\$ 3,913,753
Ending Fund Balance	<u>30,952,453</u>	<u>(309,913)</u>	<u>30,642,540</u>
Total Appropriations and Ending Fund Balance	<u>\$ 34,764,078</u>	<u>\$ (207,785)</u>	<u>\$ 34,556,293</u>