

Financial Services
Richard H. Hinds, Financial Operations

**SUBJECT: RESOLUTION NO. 1, FY 2010-11 FIDUCIARY FUND –
PENSION TRUST FUND FINAL BUDGET REVIEW**

**COMMITTEE: INNOVATION, EFFICIENCY AND GOVERNMENTAL
RELATIONS**

**LINK TO STRATEGIC
FRAMEWORK: FINANCIAL EFFICIENCY/STABILITY**

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"). Eligibility to participate in this plan was discontinued effective July 1, 2003.

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 and 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 increases revenues, appropriations and ending fund balance as shown on the attached schedule to reflect actual FY 2010-11 results. The increase in revenues is due to the increase in fair market value of investments and increase in interest income.

RECOMMENDED: That The School Board of Miami-Dade County, Florida adopt Resolution No. 1, the FY 2010-11 Fiduciary Fund - Pension Trust - Final Budget Review, increasing revenues, appropriations and fund balance by \$1,796,797 as shown on the schedule on page 2 of 2.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
2010-11 SUMMARY OF REVENUES & APPROPRIATIONS
MISCELLANEOUS SPECIAL REVENUE - PENSION TRUST FUND**

| | ADOPTED BUDGET 2010-11 | RESOLUTION NO. 1 | AMENDED BUDGET 2010-11 |
|---|---------------------------------------|-----------------------------|---------------------------------------|
| REVENUES | | | |
| Contributions From Other Funds | \$ 2,124,520 | \$ - | \$ 2,124,520 |
| Investment/Interest Income | <u>1,500,000</u> | <u>1,796,797</u> | <u>3,296,797</u> |
| TOTAL REVENUES | \$ 3,624,520 | \$ 1,796,797 | \$ 5,421,317 |
| BEGINNING FUND BALANCE | <u>23,805,823</u> | <u>-</u> | <u>23,805,823</u> |
| TOTAL REVENUES AND BEGINNING FUND BALANCE | \$ <u>27,430,343</u> | \$ <u>1,796,797</u> | \$ <u>29,227,140</u> |
| APPROPRIATIONS | | | |
| Payments to Retirees | \$ 3,870,375 | \$ 228,959 | \$ 4,099,334 |
| Other Expenses | <u>41,468</u> | <u>(18,318)</u> | <u>23,150</u> |
| TOTAL APPROPRIATIONS | \$ 3,911,843 | \$ 210,641 | \$ 4,122,484 |
| ENDING FUND BALANCE Restricted | <u>23,518,500</u> | <u>1,586,156</u> | <u>25,104,656</u> |
| TOTAL APPROPRIATIONS AND ENDING FUND BALANCE | \$ <u>27,430,343</u> | \$ <u>1,796,797</u> | \$ <u>29,227,140</u> |