

Financial Affairs
Eduardo A. Alfaro, Interim Chief Financial Officer

SUBJECT: RESOLUTION NO. 1, THE 2002-03 FIDUCIARY FUNDS – PENSION TRUST FUND – FINAL BUDGET REVIEW

COMMITTEE: BUSINESS AND FINANCIAL SERVICES

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. 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. Payments under the Plan shall be equal to the early retirement penalty imposed by the Florida Retirement System. 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. Contributions in prior years exceeded actual payments to retirees because of the need to amortize over a 30-year period the actuarial value of accumulated benefits earned by employees prior to the inception of the Plan.

This resolution increases revenues and ending fund balance as shown on the attached schedule to reflect actual 2002-03 results.

RECOMMENDED: That The School Board of Miami-Dade County, Florida adopt Resolution No. 1, the 2002-03 Fiduciary Fund – Pension Trust Fund – Final Budget Review, increasing revenues and appropriations by \$811,232 as shown on the schedule on page 2 of 2.

**REPLACEMENT
G-11**

MIAMI-DADE COUNTY PUBLIC SCHOOLS
 2002-03 SUMMARY OF REVENUES & APPROPRIATIONS
 FIDUCIARY FUND - PENSION TRUST FUND
 RESOLUTION NO. 1

	ADOPTED BUDGET 9/12/02	RESOLUTION NO. 1	AMENDED BUDGET 9/10/03
REVENUES			
Interest/Investment Income	\$ 821,285	\$ 811,232	\$ 1,632,517
Contributions from Other Funds	<u>2,284,912</u>	<u>-</u>	<u>2,284,912</u>
Total Revenues	\$ 3,106,197	\$ 811,232	\$ 3,917,429
Beginning Fund Balance	<u>28,320,177</u>	<u>-</u>	<u>28,320,177</u>
Total Revenues and Beginning Fund Balance	<u>\$ 31,426,374</u>	<u>\$ 811,232</u>	<u>\$ 32,237,606</u>
APPROPRIATIONS			
Payment to Retirees	\$ 3,343,214	\$ 360,571	\$ 3,703,785
Purchased Services	<u>30,000</u>	<u>8,242</u>	<u>38,242</u>
Total Appropriations	\$ 3,373,214	\$ 368,813	\$ 3,742,027
Ending Fund Balance	<u>28,053,160</u>	<u>442,419</u>	<u>28,495,579</u>
Total Appropriations and Ending Fund Balance	<u>\$ 31,426,374</u>	<u>\$ 811,232</u>	<u>\$ 32,237,606</u>