

Financial Services
Mr. Ron Y. Steiger, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 1, FY 2019-20 FIDUCIARY FUND –
PENSION TRUST FINAL BUDGET REVIEW**

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENT RELATIONS

**LINK TO STRATEGIC
BLUEPRINT: EFFECTIVE AND SUSTAINABLE BUSINESS PRACTICES**

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 additions, reduces deductions and increases net position as shown on the attached schedule to reflect actual FY 2019-20 results. The increase in additions is mostly due to an increase in investment/interest income.

RECOMMENDED: That The School Board of Miami-Dade County, Florida adopt Resolution No. 1, the FY 2019-20 Fiduciary Fund - Pension Trust - Final Budget Review, increasing additions by \$1,315,553, decreasing deductions by \$351,733 and increasing net position by \$1,667,286 as shown on the schedule on page 2 of 2.

**SUMMARY OF REVENUES & APPROPRIATIONS
 FY 2019-20 STATEMENT OF CHANGES IN NET POSITION
 FIDUCIARY FUND - PENSION TRUST FUND**

	ADOPTED BUDGET 9/4/2019	INCREASE (DECREASE)	AMENDED BUDGET 9/9/2020
	<u> </u>	<u> </u>	<u> </u>
ADDITIONS			
Employer Contributions	\$ 2,006,509	\$ 559,246	\$ 2,565,755
Investment Earnings	<u>550,000</u>	<u>756,307</u>	<u>1,306,307</u>
TOTAL ADDITIONS	\$ 2,556,509	\$ 1,315,553	\$ 3,872,062
BEGINNING NET POSITION	<u>24,105,713</u>	<u>-</u>	<u>24,105,713</u>
TOTAL ADDITIONS AND BEGINNING NET POSITION	<u>\$ 26,662,222</u>	<u>\$ 1,315,553</u>	<u>\$ 27,977,775</u>
DEDUCTIONS			
Retirement Benefit Payments	\$ 4,120,000	\$ (275,240)	\$ 3,844,760
Trustee Services and Other Expenses	<u>115,000</u>	<u>(76,493)</u>	<u>38,507</u>
TOTAL DEDUCTIONS	\$ 4,235,000	\$ (351,733)	\$ 3,883,267
ENDING NET POSITION	<u>22,427,222</u>	<u>1,667,286</u>	<u>24,094,508</u>
TOTAL DEDUCTIONS AND ENDING NET POSITION	<u>\$ 26,662,222</u>	<u>\$ 1,315,553</u>	<u>\$ 27,977,775</u>