

GOLDEN BEACH, FLORIDA

RESOLUTION NO. 1565.04

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF GOLDEN BEACH, FLORIDA APPROVING ADDITIONAL CONTRIBUTIONS IN THE AMOUNT OF \$114,147.00 TO THE PENSION PLAN TO SUPPLEMENT AMOUNTS PREVIOUSLY PAID FOR FISCAL YEAR 2002/2003; PROVIDING FOR SEVERABILITY; PROVIDING FOR CONFLICTS; AND PROVIDING AN EFFECTIVE DATE.

NOW THEREFORE BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF GOLDEN BEACH, FLORIDA, AS FOLLOWS:

Section 1. That the Town Council hereby approves additional contributions in the amount of \$114,147.00 to the Pension Plan to supplement amounts previously paid for fiscal year 2002/2003 based upon the backup attached hereto as Composite Exhibit "A" and incorporated herein as if set forth in full.

Section 2. The Town Manager is hereby authorized to disburse the sum of \$114,147.00 for the purpose of supplementing payments previously made to the Pension Plan for Fiscal Year 2002/2003.

Section 3. Severability. That the provisions of this Resolution are declared to be severable and if any section, sentence, clause or phrase of this Resolution shall, for any reason, be held to be invalid or unconstitutional, such decision shall not affect the validity of the remaining sections, clauses, sentences and phrases of this Resolution but they shall remain in effect, notwithstanding the invalidity of any part.

Section 4. Conflict. That all resolutions or parts of resolutions in conflict with this Resolution are hereby repealed to the extent of such conflict.

Section 5. Effective Date. That this Resolution shall become effective immediately upon approval of the Town Council.

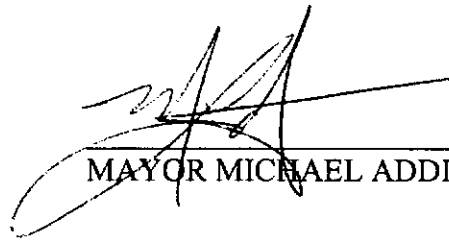
Resolution No. 1565.04

Sponsored by Administration

The Motion to adopt the foregoing resolution was offered by Mayor Addicott, seconded by Vice Mayor Iglesias and on roll call the following vote ensued:

Mayor Addicott:	<u>AYE</u>
Vice Mayor Iglesias	<u>AYE</u>
Councilmember Einstein	<u>AYE</u>
Councilmember Paruas	<u>AYE</u>
Councilmember Singer	<u>ABSENT</u>

PASSED AND ADOPTED by the Town Council of the Town of Golden Beach this 17TH day of February, 2004.



MAYOR MICHAEL ADDICOTT

ATTEST:



CATHY SZABO
TOWN CLERK

APPROVED AS TO FORM
AND LEGAL SUFFICIENCY



PAUL D. EICHNER
TOWN ATTORNEY

TOWN OF GOLDEN BEACH

Memorandum

Date: February 10, 2004

04-FIN-014B

To: Bonilyn Wilbanks-Free, Town Manager

From: Maria D. Camacho, Finance Director *MDC*

Ref: Pension Plan Town Contributions

As a follow up to the last memo regarding the Town Pension Plan Contributions:

Fiscal Year 2002/2003 has an outstanding amount of **\$114,147.00** that is due from the Town. Total amount budgeted for FY02/03 was \$100,000.00 and only \$53,315.00 was expensed. In order for close out FY 02/03 this amount has to be paid immediately.

The fiscal year 2003/2004 amount set by the Actuary to be contributed is \$185,160.00 or \$46,290.00 quarterly. The first quarter is due and will be submitted when the previous year is closed out.

Attached are copies of the back up data for the references numbers above. If you have any questions please let me know. I will be attending the Pension Board Meeting to better understand the issues at hand and to better prepared for the future budget year.

DISCUSSION OF VALUATION RESULTS

COPYComparison of Required Employer Contributions

The following is a comparison of this year's required employer contribution as compared to the results of the previous Valuation:

	For Year Ending 9/30/04 Based on 10/1/02 Valuation	For Year Ending 9/30/02 Based on 10/1/00 Valuation	Increase (Decrease)
Required Employer Contribution As % of Covered Payroll	\$185,160 13.44%	\$155,685 12.59%	\$29,475 0.85%

The required employer contribution has been adjusted for interest such that payments are made at the end of each quarter during the fiscal year ending September 30, 2004. The actual employer contribution during the fiscal years ending September 30, 2001 and 2002 were \$102,685 and \$155,685, respectively. The required contribution for 2003 is \$167,462 based on contribution rates from the October 1, 2000 Valuation.

Revisions in Benefits

The duty and non-duty disability provisions were changed so that the minimum benefit payable is the accrued pension. As indicated by the August 28, 2003 Actuarial Impact Statement, this change has raised the required contribution by 0.30% of payroll for general employees and 0.18% of payroll for police officers.

Revisions in Actuarial Assumptions or Methods

There have been no revisions in actuarial assumptions or methods since the last valuation.

Actuarial Experience

There was a net actuarial loss of \$8,624 since the last valuation. Over the two year period, there were losses due to salary increases above the assumed rate of 7% and investment earnings below the assumed rate of 8%. These losses were offset by gains from more employment terminations than expected.

TOWN OF GOLDEN BEACH EMPLOYEES' PENSION PLAN

c/o Benefits USA, Inc.
3810 Inverrary Boulevard
Suite 208
Lauderhill, FL 33319

(954) 730-2068, Ext. 202
(800) 452-2454, Ext. 202
(954) 730-0738 Fax

January 26, 2004

Ms. Maria Camacho, Finance Director
Town of Golden Beach
One Golden Beach Drive
Golden Beach, FL 33160

Re: Employer Contributions

Dear Ms. Camacho:

I am sending you a copy of the Florida Statute that specifies employer contributions shall be deposited at least quarterly. The required contribution is a percentage of payroll that is determined by the actuary. The required contribution for 2002 was 12.59% of payroll, for 2003 12.64% of payroll and for the current fiscal year ending 10/01/04 it is 13.44% of payroll.

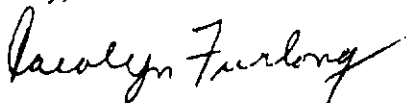
2002 FISCAL YEAR - The full amount required for 2002 was paid, but most of it was paid after the end of the fiscal year. The required deposit of \$155,685 should have been paid at the rate of \$38,921 per quarter. The State is asking that the Town make an additional deposit at the assumed rate of return (8%) to compensate for the late payments. If you want the actuary to perform this calculation, please let me know and I will request that it be done.

2003 FISCAL YEAR -- According to the actuary, the required contribution for 2003 is \$167,462. In June, 2003 the Town contributed \$50,000. Of this amount, \$16,685 applied to the balance due for year 2002, leaving \$3,315 to apply to year 2003. In December, 2003, the Town contributed an additional \$50,000; therefore, \$53,315 of the required \$167,462 has been paid.

2004 FISCAL YEAR - According to the actuary, the required contribution is \$185,160, or \$46,290 quarterly.

If you would like to discuss this with me further, please don't hesitate to give me a call.

Sincerely,



Carolyn I. Furlong, Administrator

Enclosures

COPY

TOWN OF GOLDEN BEACH FLORIDA
 Posted General Ledger Transactions

API
 03API0613-01 - ENT INVOICES
 6/11/2003

ID	Fu... Code	Department... Code	Object C...	Document Description	Debit	Credit	Effective Date	Document Number
TWNGBCH-RET	001	512	500220	PENSION CONTRIBUTION	4,622.50		6/6/2003	6603-TGB
TWNGBCH-RET	001	513	500220	PENSION CONTRIBUTION	1,893.00		6/6/2003	6603-TGB
TWNGBCH-RET	001	521	500220	PENSION CONTRIBUTION	28,610.50		6/6/2003	6603-TGB
TWNGBCH-RET	001	524	500220	PENSION CONTRIBUTION	6,327.00		6/6/2003	6603-TGB
TWNGBCH-RET	001	539	500220	PENSION CONTRIBUTION	8,547.00		6/6/2003	6603-TGB
Total 03API0613-01 - ENT INVOICES					50,000.00	0.00		
Report Total					50,000.00	0.00		

Budget Retirement CY02-03 = 100,000.00
 Amount Expensed 53,215.00

COPY

TOWN OF GOLDEN BEACH FLORIDA
Posted General Ledger Transactions

04-API1202-01 - ENT INV FOR PENSION CONTRIBUTION
API
12/3/2003

ID	Fu... Code	Department... Code	Object C...	Document Description	Debit	Credit	Effective Date	Document Number
TWNGBCH-RET	001	512	500220	PENSION CONTRIBUTION	4,622.50		12/2/2003	120203-TGB
TWNGBCH-RET	001	513	500220	PENSION CONTRIBUTION	1,893.00		12/2/2003	120203-TGB
TWNGBCH-RET	001	521	500220	PENSION CONTRIBUTION	28,610.50		12/2/2003	120203-TGB
TWNGBCH-RET	001	524	500220	PENSION CONTRIBUTION	6,327.00		12/2/2003	120203-TGB
TWNGBCH-RET	001	539	500220	PENSION CONTRIBUTION	8,547.00		12/2/2003	120203-TGB
Total 04API1202-01 - ENT INV FOR PENSION CONTRIBUTION					50,000.00	0.00		

Report Total

53,660.00

0.00

COPY

TOWN OF GOLDEN BEACH FLORIDA
Posted General Ledger Transactions

API

04API0130-01 - ENT INV FOR PENSION FUND
1/30/2004

ID	Fu... Code	Department... Code	Object C...	Document Description	Debit	Credit	Effective Date	Document Number
TWNGBCH-RET	001	512	500220	FY 2002 FINAL TOWN CONTRIBUTION FOR EMPLOYEES PENSION FUND	338.36		1/30/2004	013004-TGB
TWNGBCH-RET	001	513	500220	FY 2002 FINAL TOWN CONTRIBUTION FOR EMPLOYEES PENSION FUND	138.57		1/30/2004	013004-TGB
TWNGBCH-RET	001	521	500220	FY 2002 FINAL TOWN CONTRIBUTION FOR EMPLOYEES PENSION FUND	2,094.29		1/30/2004	013004-TGB
TWNGBCH-RET	001	524	500220	FY 2002 FINAL TOWN CONTRIBUTION FOR EMPLOYEES PENSION FUND	463.14		1/30/2004	013004-TGB
TWNGBCH-RET	001	539	500220	FY 2002 FINAL TOWN CONTRIBUTION FOR EMPLOYEES PENSION FUND	625.64		1/30/2004	013004-TGB
Total 04API0130-01 - ENT INV FOR PENSION FUND					3,660.00	0.00		

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