



CITY OF SUNRISE, FLORIDA
POLICE OFFICERS' RETIREMENT PLAN



**13790 NW 4 Street, Suite 105
Sunrise, Florida 33325**

Telephone: (954) 845-0298

Fax: (954) 845-9852

November 28, 2012

Fed Ex 7941-6438-9250

Ms. Patricia Shoemaker
Municipal Police Officers' & Firefighters'
Retirement Trust Funds Office, Division of Retirement
1317 Winewood Blvd. # 8
Tallahassee, FL 32399-1560

Re: *Sunrise Police Officers' Retirement System – Impact Statement*

Dear Ms. Shoemaker:

Attached hereto you will find an impact statement relative to a proposed city ordinance that passed on first reading on November 13, 2012. The change is related to the eligibility to be a Trustee on the Board. This change was not endorsed by the Board of Trustees, as this was discussed at the meeting on November 01, 2012.

Should you need any further information, kindly call me at anytime. Thank you in advance for your time and attention in this matter of mutual concern.

Respectfully,

A handwritten signature in black ink, appearing to read "DMM", followed by a horizontal line extending to the right.

David M. Williams, *Plan Administrator*
FOR THE BOARD

c: Board of Trustees
Ron Cohen, Board Attorney
Steve Palmquist, Board Actuary
Ms. Laura Toebe, City of Sunrise

Please visit us at www.sunrisepolicepension.com

November 27, 2012

Mr. Dave Williams, Administrator
Sunrise Police Officers Pension Board
13790 N. W. 4th Street, Suite 105
Sunrise, Florida 33325

Re: Sunrise Police Officers' Retirement System

Dear Dave:

We have reviewed the proposed ordinance received on November 16, 2012. The proposed ordinance specifies that Board members who participate in the DROP must have at least 18 months remaining in their DROP participation at the time they take office. In our opinion, this ordinance would have no actuarial impact on the Plan.


Because the change will not have an actuarial impact, it is our opinion that a formal Actuarial Impact Statement is not required. However, we recommend that you send a copy of this letter and the ordinance to Trish Shoemaker's office and to the Bureau of Local Retirement Systems.

We welcome your questions and comments.

Sincerely yours,



J. Stephen Palmquist, ASA
Senior Consultant & Actuary



Jeffrey Amrose, EA
Senior Consultant & Actuary

JSP/ta

SUNRISE, FLORIDA

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF SUNRISE, FLORIDA, AMENDING THE CITY OF SUNRISE RETIREMENT PLAN; AMENDING SECTION 11-11, "SELECTION; COMPOSITION", ALLOWING DROP PARTICIPANTS TO SERVE ON THE GENERAL, POLICE AND FIREFIGHTER PENSION BOARDS UNDER CERTAIN CIRCUMSTANCES; AMENDING SECTION 11-53, RETIREMENT BENEFITS FOR MANAGEMENT AND SENIOR MANAGEMENT PERSONNEL HIRED PRIOR TO OCTOBER 1, 2009, REVISING THE DEFINITION OF "ACTUARIAL EQUIVALENT"; PROVIDING FOR CONFLICT; PROVIDING FOR SEVERABILITY; PROVIDING FOR INCLUSION IN THE CITY CODE; AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF SUNRISE, FLORIDA:

Section 1. That section 11-11 of the Code of the City of Sunrise, Florida, is hereby amended to read as follows:

Sec. 11-11. - Selection; composition.

(a) *Firefighters and police retirement plans boards.* The boards for the firefighters and the police retirement plans shall consist of five (5) members (which may include participants of any deferred retirement option plan who have at least 18 months remaining in the deferred retirement option plan at the time they take office), none of whom shall be elected city officials, and who shall be selected as follows:

(1) Two (2) members who shall be current members of the plan shall be elected in the manner provided in subsection (f) of this section by the members of the respective employee group that contribute to each plan.

(2) Two (2) members who shall be legal residents of the city and current members or former city employees who are vested in the plan shall be appointed by the city commission.

(3) The fifth member shall be chosen by a majority vote of the previous four (4) members of the board, and such person's name shall be submitted to the city commission. Upon receipt of the fifth person's name, the city commission shall, as a ministerial act, duly appoint such person to the board as the fifth member.

(b) *General employees' retirement plan board.* The board for the general employees' retirement plan shall consist of seven (7) members, none of whom shall be elected officials, all of whom shall be members of the general employees' retirement plan (including participants of any deferred retirement option plan who have at least 18 months remaining in the deferred retirement option plan at the time they take office) and shall be selected as follows:

(1) Three (3) members shall be elected in the manner provided in subsection (f) of this section by the members of the general employees' retirement plan.

(2) Three (3) members shall be appointed by the city commission. All city commission appointees shall serve two-year terms, subject to removal under the same conditions as other city commission appointees to city boards.

(3) One (1) member (the "seventh member") shall be selected by majority vote of the six (6) other members. Within sixty (60) days of April 26, 2000, and, subsequently, within sixty (60) days of the board's last meeting in March in even numbered years, or within sixty (60) days of a vacancy occurring in the seat of the seventh member, the board, by affirmative vote of at least four (4) members, must select a seventh member. In making the selection, the board must first consider any plan members whose names appeared on the ballot in the last pension board election, but who were not elected as one of the three (3) voting members of the board. The board may then consider any other plan members for the seat. If at least four (4) board members are unable to agree on the selection of the seventh member, the members shall each state on the record why they believe an individual, or group of individuals, under consideration is not acceptable to them. If the board has not selected a seventh member within sixty (60) days, the city commission shall select a plan member as the seventh member.

(4) One (1) alternate member shall be elected by the members of the general employees' retirement plan at the time when the other three (3) employee members are elected. The alternate member shall assume the position of any of the elected members upon a vacancy occurring in an elected member's position. The

alternate member shall not serve merely on the absence or disability of an elected member. At the time an alternate member assumes the position of any elected member, the person who received the next highest number of votes in the most recent election and is willing to serve shall become the alternate member.

* * *

Section 2. That section 11-53 of the Code of the City of Sunrise, Florida, is hereby amended to read as follows:

Sec. 11-53. - Retirement benefits for management and senior management personnel hired prior to October 1, 2009.

* * *

(e) Management and senior management personnel may select a form of benefit in accordance with section 11-36, subject to the following modifications:

* * *

(3) For purposes of this section, "actuarial equivalent" shall mean a benefit of equivalent value determined using the RP-2000 Combined Healthy Participant Mortality Table for males and females 1983 Group Annuity Mortality Table (unisex 50/50) and interest at the board's annual assumed rate of investment return eight and one half (8½) percent per annum. For purposes of this section, "joint annuitant" shall mean a person designated in writing by the member to receive the benefits provided in this section, who may or may not be the member's spouse.

* * *

Section 3. Conflict. All ordinances or parts of ordinances, all City Code Sections or parts of City Code sections, and all resolutions or parts of resolutions in conflict with this ordinance are hereby repealed to the extent of such conflict.

Section 4. Severability. Should any provision of this Ordinance be declared by a court of competent jurisdiction to be invalid, the same shall not affect the validity of the Ordinance as a whole, nor any part thereof, other than the part declared to be invalid.

Section 5. Inclusion in the City Code. It is the intention of the City Commission, and it is hereby ordained that the provisions of this Ordinance shall become and be made a part of the Code of the City of Sunrise, Florida.

Section 6. Effective Date. This Ordinance shall be effective immediately upon its passage.

PASSED AND ADOPTED upon this first reading this ____ DAY OF _____, 2012.

PASSED AND ADOPTED upon this second reading this ____ DAY OF _____, 2012.

Mayor Michael J. Ryan

Authentication:

Felicia M. Bravo
City Clerk

FIRST READING

MOTION:
SECOND:

ALU: _____
ROSEN: _____
SCUOTTO: _____
SOFIELD: _____
RYAN: _____

SECOND READING

MOTION: _____
SECOND: _____

ALU: _____
ROSEN: _____
SCUOTTO: _____
SOFIELD: _____
RYAN: _____

Approved by the City Attorney
As to Form and Legal Sufficiency

Kimberly A. Kisslan