

BOYNTON BEACH POLICE OFFICER'S PENSION FUND

MINUTES

June 20, 2019

3:00 PM

The special meeting of the Board of Trustees of the City of Boynton Beach Police Officers' Pension Fund was called to order on behalf of the Board by Mr. Athol on June 20th at 3:03 PM at 2100 North Florida Mango Road, West Palm Beach.

TRUSTEES PRESENT: Mr. Toby Athol-Chairman; Mr. Brian McDeavitt-Trustee; Mr. Daniel Dugger- Trustee; and Mr. Russell Faine-Trustee.

It should be noted that there was a quorum for the Board to have an official meeting.

OTHERS PRESENT: Ms. Bonni Jensen, Board Attorney – Klausner, Kaufman, Jensen & Levinson; Mr. Louis Penque – Plan Administrator; Pete Strong – GRS Consulting

PUBLIC DISCUSSION:

No public comments presented.

CONSENT AGENDA:

APPROVAL OF THE MINUTES:

The Board reviewed the May 21st, 2019, City of Boynton Beach Police Officers' Pension Fund meeting minutes. Trustee McDeavitt made a motion to approve the May 21st, 2019 meeting minutes which was seconded by Trustee Faine. All Trustees voted yes, and the motion was passed 4-0.

WARRANTS:

The Board reviewed warrants 293 through 307. After review and consideration, Trustee McDeavitt made a motion to approve as presented, which was seconded by Trustee Faine. All Trustees voted yes, and the motion was passed 4-0.

ACTUARY'S REPORT:

In the presentation Mr. Strong gave at the May 21st meeting there was a question on two members who were listed in the report as vested terminated. These two members were Gladys Cannon and Eric Reynolds. After the meeting research was conducted and it was discovered the two members listed above were still active employees and were not vested terminated employees.

Mr. Strong recalculated the Actuarial Valuation report and presented two scenarios using a 20-year UAAL Amortization period and 25-year UAAL Amortization period.

In reducing the Amortization Periods for Amortizing the Unfunded Actuarial Liability from 30 years to 25, a reduction to 25 years would increase the City contribution by approximately \$22,897.00 annually but save the plan approximately \$800,000.00 over the next 25 years.

In a second scenario going from 30 years to 20 years. This would increase the city contribution by approximately \$95,022.00 annually but save the plan approximately \$2.83 Million over the next 20 years.

After discussion a motion was made to lower the UAAL Amortization period from 30 years to 20 years by Trustee McDeavitt , which was seconded by Trustee Faine. All Trustees voted yes, and the motion was passed 4-0.

There was also discussion on possible pension reform studies to be conducted by GRS. A motion was made to approve the study by Trustee McDeavitt, which was seconded by Trustee Faine. All Trustees voted yes, and the motion was passed 4-0. GRS was asked to complete the study on the following scenarios;

- 1) Increasing the member pension contribution by .5% and those monies will be used to offset the City contribution
- 2) Vested deferred at age 55 or age 50 with 10 years of service to be eligible for an early retirement
- 3) AFC Cap of 75% for members hired after 10/01/2015
AFC Cap of 87% for members hired before 10/01/2015
- 4) Increasing to 25 years of service for normal retirement for new hires

For purposes of transparency please visit the following link to view the entire Actuarial Valuation Report as of October 01, 2018 Report for Year 2018.

<http://bbpdp.org/modules/stateDocs/index.asp>

INVESTMENT REPORT:

NONE

ATTORNEY REPORT:

Ms. Jensen advised the trustees that after reviewing the SPD's from 2002, it appeared Nancy Aspenleiter did begin collecting her pension at the proper time. Mr. Strong agreed with the finding and this matter is to be considered closed. Ms. Jensen will be preparing a letter to send to the attorney hired by Nancy Aspenleiter.

PLAN ADMINISTRATOR REPORT:

Mr. Penque reported all trustees filed their 2018 F-1 Statement of Financial Interest forms with the Supervisor of Elections Office.

NEW/UNFINISHED BUSINESS:

NONE

ADJOURN:

Trustee McDeavitt made a Motion to adjourn the meeting. Trustee Dugger seconded the Motion. The Motion passed 4-0. The meeting was adjourned at 04:19 PM.

Next Regular Scheduled Meeting: August 13, 2019 at 10:00 AM.



Toby Athol, Chairman
FOR THE BOARD