

**VILLAGE OF
PALM SPRINGS POLICE OFFICERS' PENSION FUND
MINUTES OF MEETING HELD
March 5, 2010**

The meeting was called to order at 2:10 P.M. in the Conference Room on the First Floor at Village Hall in Palm Springs, Florida. Those persons present were:

TRUSTEES

Randy Hoffer
James Gregory
Mark Hall
Tim Conboy

OTHERS

Bonni Jensen, Attorney
Margie Adcock, The Resource Centers
Larry Wilson, Actuary

DISCUSSION ON VILLAGE'S INTENT TO CLOSE/FREEZE PLAN

It was noted that the Village has gone forward to pass a Resolution to move the police to FRS. The Village has asked Participants to vote on the decision. Ms. Jensen stated that the first issue was whether to provide an actuarial calculation to the Participants. However, since the Participants are making a decision right now, it would appear that this is not necessary. She did note that the Village was requesting a cost impact on closing or freezing the current Plan and replacing it with FRS so some actuarial report would be necessary.

The second issue is how to spend the excess 185 money. It was noted that there was \$106,889 as of September 30, 2009 of unused excess state funds. It is questionable whether the Fund would receive the 185 monies for this year. There was discussion on possible options, like the Share Account that was done for the 175 monies. Mr. Wilson stated that there might be other options, but that he felt the Share Account made the most sense. Ms. Jensen stated that the pool of dollars available is limited and noted that the amount would not grow, so she was not sure what other option would make sense. She was not sure the amount available could support a benefit purchase. There was discussion on the possibility of the State allowing closed plans to continue to receive 185 monies as presented by SB 1902. Ms. Jensen stated that she could draft a provision to take into account pending legislative changes. The Board decided to wait until the end of the legislative session to make a decision on the 185 monies.

The next issue is whether and/or when to draft the Plan Amendment. The Board decided to wait until the May meeting to discuss this further. There was discussion on the composition of the Board. Ms. Jensen stated that if the Plan is no longer subject to 185, then the proposed SB that would change the make up of 175 and 185 boards would not apply to this Board. It was noted that the police going to FRS is not like what happened with the firefighters portion of the Plan. With the firefighters, the Fire portion of the Plan was terminated and the firefighters were given the choice of a refund of contributions or becoming a terminated vested Participant.

DISCUSSION ON FIREFIGHTER SHARE ACCOUNTS

There was discussion on the Share Accounts for the firefighters. It was noted that the money is ready for distribution. It was noted that numerous people took refunds of contributions. There was discussion on whether to reallocate the accounts as of October 1, 2009 using the information on those that took refunds or wait until September 30, 2010 to reallocate. The difference would be someone getting all of their money now or getting a portion now and the remainder after October 1, 2010. There was a lengthy discussion. A motion was made, seconded and carried 3-0 to reallocate as of October 1, 2009 and approve disbursements pursuant to Mr. Wilson's calculations. Tim Conboy abstained from the vote, as he is one of the Participants eligible for a distribution of his Share Account.

OTHER BUSINESS

Mr. Wilson stated that he was thinking about redoing the Valuation as of October 1, 2009 to take into consideration subsequent events. He noted that this needed to be done in order to determine the cost impact of closing or freezing the Police Plan.

Ms. Jensen discussed proposed SB 1902. She discussed the limit on the final average salary for those hired after July 10, 2000. The final average salary would be limited to 70% of a person's highest annual base pay and base pay would not include overtime or additional compensation.

There being no further business, the meeting was adjourned.

Respectfully submitted,

Randy Hoffer, Secretary