

RESOLUTION NO. 113-2019

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF PALM BEACH, PALM BEACH COUNTY, FLORIDA, AMENDING THE FUNDING POLICY FOR THE TOWN OF PALM BEACH RETIREMENT SYSTEM; PROVIDING AN EFFECTIVE DATE.

WHEREAS, it is recommended by the Government Finance Officers Association (GFOA) and the National Advisory Committee on State and Local Budgeting (NACSLB) that all governments implement financial policies; and

WHEREAS, the Town of Palm Beach adopted a policy to memorialize the method to reduce the Town of Palm Beach Retirement System unfunded liability with Resolution No. 196-2017; and

WHEREAS, the methodology requires a minimum additional amount of \$5,420,000 to be paid annually until fully funded, unless reduced due to a maximum allowed under this policy. The total Town contribution (including the ADEC) shall be capped at \$16 million (Indexed after 2017 at 2.75% per annum); and

WHEREAS, the Town Council would like the flexibility to make the annual actuarial determined contribution during the first month of the fiscal year, or in quarterly installments throughout the fiscal year depending on what is in the best interest of the Town, and

WHEREAS, the Town Council, when appropriate to do so, may make additional contributions to the Retirement System that may exceed the cap and are amending the funding policy to allow such contributions, and

WHEREAS, the Town Council agreed to move forward with these additional payments, in order to accelerate the pay down of the unfunded liability and improve the overall funded status of the Retirement System; and

WHEREAS, it is now necessary to amend the policy for the additional contributions.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF PALM BEACH, PALM BEACH COUNTY, FLORIDA, as follows:

Section 1. The foregoing recitals are hereby ratified and confirmed.

Section 2. The attached financial policy pertaining to Funding Policy for the Town of Palm Beach Retirement System marked as Exhibit “A”; incorporated by reference as part of this Resolution is hereby amended and the Town Manager and Finance Director of the Town are directed to do all things necessary to effectuate the policy and to report to the Town Council, and Retirement Board, as may be needed relative to matters pertaining to the same, in order to preserve and enhance the financial interests of the Town of Palm Beach.

Section 3. The effective date of the attached financial policy amendment shall be September 30, 2019.

PASSED AND ADOPTED in a regular, adjourned session of the Town Council of the Town of Palm Beach assembled this 10th day of September, 2019.

Gail L. Coniglio, Mayor

ATTEST:

Kathleen Dominguez, Town Clerk