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**From:** Edmonds, Joseph <Joseph.Edmonds@dms.myflorida.com>  
**Sent:** Wednesday, November 28, 2012 8:37 AM  
**To:** mjtac@actuarialconcepts.com  
**Subject:** Coral Gables

Mike,

The following are responses to items (1) – (4) from your letter of November 27, 2012.

(1). As provided in Section 112.62, F.S., the provisions of Part VII, Chapter 112, F.S. apply to all municipal governments which maintain a retirement plan funded in whole or part by public funds. In the event of conflicts between existing laws and local ordinances, the provisions of Part VII, Chapter 112 prevail.

(2). As provided under Section 112.61, benefit liabilities for public employee plans must be equitably funded by current as well as future taxpayers. This would imply that any promised benefits must be part of the funding requirements of the plan at the time the benefits were promised.

(3) & (4). As shown in Exhibit 1C of the October 1, 2011 actuarial valuation, the net summation of all existing charge and credit bases due to actuarial experience is negative. Therefore no surplus funds are available to fund additional benefits from accumulated actuarial experience under Section 112.61, F.S.

Joe

**Joseph Edmonds, FSA, EA**

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