

CITY OF CORAL GABLES, FLORIDA

RESOLUTION NO. 2015-271

A RESOLUTION SETTING POLICY FOR THE ACCELERATED PAY DOWN OF THE CORAL GABLES RETIREMENT SYSTEM UNFUNDED LIABILITY.

WHEREAS, A workshop was held with the City Commission on February 13, 2015 to discuss methodologies to reduce the Coral Gables Retirement System unfunded liability; and

WHEREAS, It was determined that the most fiscally responsible method was a pay down program whereby the City would budget sufficient funds to make annual payments in an amount higher than the annual required contribution; and

WHEREAS, The City's actuary for pension related matters has estimated that if the additional annual payments are made, the unfunded liability will be fully paid off in approximately 17 years, instead of 25 years; and

WHEREAS, The City's actuary has provided the methodology as to which "bases" should be eliminated first, and the Pension Board voted unanimously to apply the additional payments in the suggested manner; and

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

NOW, THEREFORE, BE IT RESOLVED BY THE COMMISSION OF THE CITY OF CORAL GABLES:

SECTION 1. The foregoing "Whereas" clauses are hereby ratified and confirmed as being true and correct and are hereby made a specific part of this Resolution upon adoption hereof.

SECTION 2. That the City Commission authorizes the implementation of the pension unfunded liability accelerated pay down policy to eliminate the current pension unfunded liability, as well as to eliminate any future pension unfunded liabilities as they may arise.

SECTION 3. That this Resolution shall become effective upon the date of its passage and adoption herein.

PASSED AND ADOPTED THIS TWENTY-SEVENTH DAY OF OCTOBER, 2015.

(Moved: Lago / Seconded: Slesnick)
(Yeas: Slesnick, Keon, Lago, Quesada, Cason)
(Unanimous: 5-0 Vote)
(Agenda Item: H-2)

APPROVED:



JIM CASON
MAYOR

ATTEST:



WALTER J. FOEMAN
CITY CLERK

APPROVED AS TO FORM AND
LEGAL SUFFICIENCY:



CRAIG E. LEEN
CITY ATTORNEY