

POMPANO BEACH POLICE & FIREFIGHTERS'
RETIREMENT SYSTEM

2335 East Atlantic Boulevard ● Suite 400 ● Pompano Beach, FL 33062 ● PHONE (954) 782-4161 ● FAX (954) 782-5784

May 28, 2020

Mr. Greg Harrison
City of Pompano Beach
100 W. Atlantic Blvd., 4th Floor East
Pompano Beach, Florida 33060

Re: Proposed Ordinance Amendments

Dear Mr. Harrison:

The attached proposed ordinance amendments drafted by Sugarman & Susskind, PA were reviewed and approved by the Board of Trustees of the Pompano Beach Police & Firefighters' Retirement System at its virtual board meeting on May 18, 2020. The ordinance proposes to amend sections of the City Charter in order to:

- Section 34.0571(B), "Internal Revenue Code Compliance". This section is updated in accordance with the requirements of the SECURE "Setting Every Community Up for Retirement Enhancement" Act, signed into law on December 20, 2019. This Act raises the age at which benefits must commence from age 70 ½ to age 72 for participants who reach the age of 70 ½ on or after January 1, 2020.
- Section 34.0603 "Deferred Retirement Option Plan (DROP)". This section is updated to reduce the annual administrative fee charged to Fund Rate DROP members from 75 basis points per year to 60 basis points per year effective April 1, 2020. This action is in accordance with the Board of Trustees review of the expenses of administering, investing and operating the DROP program.

The Nyhart Company, Inc. opined in its attached May 27, 2020 impact statement that the net effect of the updates to the pension plan would be no material change to the liability or calculated contributions.

Your assistance in advancing this through the appropriate channels will be greatly appreciated. If you have any questions regarding this information, please do not hesitate to contact me.

Regards,



Debra Tocarchick, CEBS, CPPT
Executive Director

Attachment

c: Suzette Sibble, Assistant City Manager
Mark Berman, City Attorney
Tracy Lyons, Assistant City Attorney
Ed Beecher, Human Resources Director