

TAB 3



RICK SCOTT
Governor

DEPARTMENT OF MANAGEMENT
SERVICES

JOHN P. MILES
Secretary

To: Mayor/Fire Commissioner, Addressed Plan

From: Patricia F. Shoemaker, Benefits Administrator
Municipal Police Officers' & Firefighters' Retirement Funds

Re: Significant variations and special calculations for the 2010 premium taxes

The gross amount of the 2010 premium taxes for the Firefighters is \$92,383,998.45, representing an overall **increase** of 0.49%, and for the Police Officers is \$62,521,042.56, representing an overall **decrease** of 2.98%, as compared to the amounts reported for 2009.

Significant variations in the premium tax distribution sometimes occur when insurance companies file amended or late returns for prior years. This may have the effect of inflating amounts received in one year and diminishing amounts received in a later year as the "correction" is made in a subsequent distribution. Please be guided accordingly.

If your city or district experienced a significant variation in reported premiums you may wish to request a detailed listing showing each insurance company reporting premiums sold within your corporate or fire district limits as compared to the amount reported last year. Please contact our office to request a copy.

Pursuant to ss. 175.1015(4) and 185.085(4), the Department of Revenue assessed a fee of \$50,000 per fund, for a total of \$100,000 to pay their expenses in administering the Insurance Premium Tax (IPT) database. This amount was deducted on a pro-rata basis from each city/district.

Chapter 2009-78, Laws of Florida, amended s. 215.20, Florida Statutes, relating to the service charge on trust funds. The change was effective midway through the tax collection year, so last year's service charge was a combination of the previous rate of 7.3% and the new rate of 8.0% to provide a blended rate of approximately 7.70%. **This year's distribution was assessed the full 8.0% service charge.**

You may view a copy of the detailed calculations on our website at www.myflorida.com/frs/mpf showing the gross amount reported and the various assessments. Look under "Facts and Figures," scroll down to Premium Tax History and click on the 2010 Premium Tax Distributions for Fire and Police.

If you have any questions or if this office can be of assistance, please let me know.

pfs
cc: Chair, Police Officers' & Firefighters' Retirement Plans

Department of Management Services | Division of Retirement | Municipal Police & Fire Pension Office
P.O. Box 3010 | Tallahassee, Florida 32315-3010
Toll Free: 877-738-6737 | Tel: 850-922-0667 | Fax: 850-921-2161 | Web: <http://myflorida.com/frs/mpf>

STATE OF FLORIDA
DEPARTMENT OF FINANCIAL SERVICES
REMITTANCE ADVICE

FLAIR ACCOUNT CODE 72-202532002-72750300-00-31009500	OLO 720000	SITE 04	DOCUMENT NUMBER D2000080920	OBJECT 7100	DATE 08/16/11	PAYMENT N 0147093
PAYMENT AMOUNT \$ 102,428.40						

AGENCY DOCUMENT NO
VA06098

PALMETTO, CITY OF
 POLICE PENSION FUND
 PO BOX 1209
 PALMETTO FL 34220-1209

ALL VENDORS MUST SUBMIT A NEW ELECTRONIC FORM W-9 PRIOR TO 11/1/2011 TO CONTINUE RECEIVING PAYMENTS FROM THE STATE. GO TO [HTTPS://FLVENDOR.MYFLORIDACFD.COM](https://flvendor.myfloridacfd.com) TO SUBMIT A NEW FORM W-9.

PLEASE DIRECT QUESTIONS TO: (850) 488-3053, DMS-DIVISION OF RETIREMENT
 VENDORS NOW CAN VIEW PAYMENT INFORMATION AT [HTTP://FLAIR.DBF.STATE.FL.US](http://flair.dbf.state.fl.us)

INVOICE NUMBER	AMOUNT
POLICE	\$ 102,428.40

DETACH CAREFULLY AND RETAIN FOR YOUR RECORDS BEFORE CASHING OR DEPOSITING THE WARRANT

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND. CAPITOL BUILDING MUST APPEAR BELOW TO BE AUTHENTIC



FLAIR ACCOUNT CODE: 72-202532002-72750300-00-31009500
 OLO: 720000 SITE: 04 DOCUMENT NUMBER: D2000080920 OBJECT: 7100 DATE: 08/16/11
 WARRANT NO: 63-1012 24-0147093-0 632

STATE OF FLORIDA
DEPARTMENT OF FINANCIAL SERVICES

VOID AFTER 12 MONTHS
 4-15 657 009
 AMOUNT
\$*102,428.40**

PAY
 ONE-HUNDRED-TWO-THOUSAND-FOUR HUNDRED-TWENTY-EIGHT & 40/100 DOLLARS

TO THE ORDER OF
 PALMETTO, CITY OF
 POLICE PENSION FUND
 PO BOX 1209
 PALMETTO FL 34220-1209

Jeff Atwater

EXPENSE WARRANT
 TO: DIVISION OF TREASURY
 TALLAHASSEE

JEFF ATWATER, CHIEF FINANCIAL OFFICER

⑈ 2401470930⑈ ⑆063210125⑆ 2079900545225⑈

Foster & Foster INC.

Actuarial Consultants for Public Pension Plans

July 19, 2011

VIA EMAIL

Diane Ponder
City of Palmetto
Police Officers' Retirement Plan
PO Box 1209
Palmetto, FL 34220

Re: Palmetto Police Officers' Retirement Plan

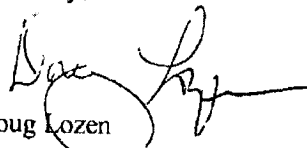
Dear Ms. Ponder,

As you are probably aware, the Governor recently signed Senate Bill 1128 which will have an impact on all local law plans in the State of Florida. In addition to curtailing the amount of retirement benefits a Member may receive, the bill also requires additional actuarial and administrative work in order to comply with the Statute. Specifically, the liabilities for the plan must now be shown using the interest rate utilized by the Florida Retirement System (7.75% currently) in addition to displaying those using the Board's assumption.

In order to comply with the new bill, we will be including the calculation of liabilities using the FRS interest rate as part of the annual valuation. The inclusion of this required addendum will incur a fee of ten percent (10%) of the valuation fee if the Board's assumed rate of return differs from the FRS rate (7.75%).

If you have any questions, concerns, or would like to talk about this further, please do not hesitate to contact us.

Sincerely,


Doug Lozen