



## ***General Pension and Retirement Plan***

**Mick Novota, Chairman**  
**William "Rusty" Wells, Secretary**  
**Laura Amentler, Trustee**  
**Larry Porto, Trustee**  
**Amy Miller, Trustee**  
**Debra Little, Trustee**

### **MINUTES OF MEETING GENERAL PENSION BOARD MARCH 28, 2019**

The trustees of the City of Pensacola General Pension Plan met this date.

#### Members Present:

Mick Novota, Chairman  
William "Rusty" Wells, Secretary  
Amy Miller  
Laura Amentler  
Larry Porto

#### Members Absent:

Debra Little

#### Others Present:

Gary Leuchtman, Attorney  
Todd Green, Cavanaugh Macdonald Consulting, LLC  
Joey Walls, Cavanaugh Macdonald Consulting, LLC  
Michelle Madril, Insurance and Risk Analyst  
Richard Barker, Jr., Plan Administrator  
Cheryl Jackson, Payroll & Retirement Manager  
Alexandra Daily, Assistant to the Chief Financial Officer

The meeting was called to order by Chairman Novota at 10:03 a.m. Chairman Novota stated there was a quorum present.

Mr. Wells made a motion to approve the minutes of the February 13, 2019 meeting. Ms. Amentler seconded the motion and it passed unanimously.

MINUTES OF THE MEETING  
General Pension Board  
March 28, 2019  
Page Two

Chairman Novota called on Mr. Todd Green of Cavanaugh MacDonald Consulting, LLC, to present the Actuarial Valuation Report as of September 30, 2018. Mr. Green reviewed the basic retirement funding equation. He stated his job was to estimate the benefit payments that are going to be made in the future, the expenses to be paid out of the Fund, and estimate the expected investment income, which should result in the dollar amount of contributions that are necessary in order to balance the equation.

Mr. Larry Porto arrived at 10:26 a.m.

Mr. Green noted a few changes that have been made since the last evaluation. The assumed rate of return has been lowered by 0.20%. It was 7.6%, but now it is 7.4%. Over the next 4 years, the Plan is going to go from 7.4% to 7%. Reducing the assumed rate of return from 7.6% to 7.4% increased the unfunded liability by \$3,300,000.

Mr. Walls continued the presentation with a review of the valuation results. He stated that the City's contribution for Fiscal Year 2020-2021 will be \$6,175,761 which has decreased by \$272,631 since last year. If the contribution is made on October 1<sup>st</sup>, it will be reduced to \$5,941,147. The market value of assets have increased by \$12,178,285 to \$147,043,426 as of October 1, 2018. Mr. Walls also noted that the market asset return was 11.41% for the year ended 2017 and 8.18% for the year ended 2018 versus 7.6% assumed return and that the actuarial asset return was 8.4% for the year ended 2017 and 7.55% for the year ended 2018 versus 7.60% assumed return. Mr. Walls also stated that the remaining amortization period is 9 years for the total unfunded liability.

After some discussion and questions from the Board, Mr. Wells made a motion to accept the Actuarial Report. Ms. Amentler seconded the motion and it passed unanimously.

A copy of the Actuarial Valuation Report as of September 30, 2018 and the Cavanaugh Macdonald Consulting presentation is on file.

Mr. Gary Leuchtman reviewed an article called *Mislead Interested Citizens and Florida's Public Meeting Laws* by Mark Moriarty it speaks of the concern that public meeting considering matters not notices on the Agenda will mislead interested citizens.

Mr. Wells made a motion to approve the invoice from Cavanaugh Macdonald Consulting, LLC in the amount of \$8,100.00. Ms. Miller seconded the motion and it passed unanimously.

Ms. Miller made a motion to approve the following Widow's Notice. Mr. Wells seconded the motion and it passed unanimously.

Willie Pearl Purify  
Type of Pension: Widow  
Effective Date: 3/6/19  
Monthly Pension: \$1,517.70  
Annual Pension: \$18,212.40

Gwendolyn Ann Hunter  
Type of Pension: Widow  
Effective Date: 3/5/19  
Monthly Pension: \$1,358.02  
Annual Pension: \$16,296.24

MINUTES OF THE MEETING  
General Pension Board  
March 28, 2019  
Page Three

Tinnie Mae Pettaway  
Type of Pension: Widow  
Effective Date: 12/27/18  
Monthly Pension: \$279.58  
Annual Pension: \$3,354.96

Ms. Miller made a motion to approve the following Notices of DROP. Mr. Wells seconded the motion and it passed unanimously.

Reed Ashley Calloway  
Type of Pension: DROP  
Effective Date: 2/25/19  
Monthly Pension: \$2,579.18  
Annual Pension: \$30,950.16

Christopher Shawn Johnston  
Type of Pension: DROP  
Effective Date: 2/25/19  
Monthly Pension: \$1,229.90  
Annual Pension: \$14,758.80

Mr. Richard Barker reviewed a proposed policy of the procedures for retirement or entering DROP.

After some discussion, Mr. Wells made a motion to formally adopt this policy. Ms. Amentler seconded the motion and it passed unanimously.

The following information items were noted:

- Statement of Changes to Cash Balance for February, 2019.

There being no further business to come before the Board, the meeting was adjourned at 10:59 a.m.



Richard Barker, Jr.  
Plan Administrator