

Amendment No. 1

COMMITTEE/SUBCOMMITTEE ACTION

ADOPTED	<u> </u>	(Y/N)
ADOPTED AS AMENDED	<u> </u>	(Y/N)
ADOPTED W/O OBJECTION	<u> </u>	(Y/N)
FAILED TO ADOPT	<u> </u>	(Y/N)
WITHDRAWN	<u> </u>	(Y/N)
OTHER	<u> </u>	

1 Committee/Subcommittee hearing bill: Local Government Affairs
 2 Subcommittee
 3 Representative Kerner offered the following:

Amendment

6 Remove lines 47-51 and insert:
 7 interest rate of 8.00 ~~8.25~~ percent per year and the RP-2000
 8 Mortality Table 1983 Group Annuity Mortality Table for males.

9 8. "Fire Chief" means the firefighter who is the executive
 10 officer of the City of West Palm Beach Fire Department.

11 ~~9.8.~~ "Firefighter" means any person employed in the

13 Remove line 203 and insert:

14 c. (I) Effective for members who reached normal retirement

15 Remove lines 225-228 and insert:
 16 credited with earnings or losses in accordance with sub-sub-sub-
 17 subparagraph (A) ~~(I)~~ and a corresponding percentage of the share

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18 account assets credited in accordance with sub-sub-sub-
19 subparagraph (B)-(II). The combined total percentage invested
20 under this sub-sub-sub-

21
22 Remove lines 235-256 and insert:

23 A. The investment earnings or losses credited to the
24 individual member accounts shall be in the same percentage as
25 are earned or lost by the total investment earnings or losses of
26 the Fund as a whole, unless the Board dedicates a separate
27 investment portfolio for chapter 175, Florida Statutes, share
28 accounts, in which case the investment earnings or losses shall
29 be measured by the investment earnings or losses of the separate
30 investment portfolio; or

31 B. The rate of investment return earned on Pension Fund
32 assets as reported by the Fund's investment monitor. The
33 crediting rate maximum is 8% and the crediting rate floor is 0%.
34 To accomplish this, the crediting rate will be compounded
35 monthly at a rate between 0% and 2% quarterly. BackDROP assets
36 are commingled with the Pension Fund assets for investment
37 purposes unless the Board dedicates a separate investment
38 portfolio for chapter 175, Florida Statutes, share accounts, in
39 which case the investment earnings or losses shall be measured
40 by the investment earnings or losses of the separate investment
41 portfolio.

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42 III. The Board has the authority to create rules to
43 implement the provisions of this section in accordance with the
44 law and the provisions of the Internal Revenue Code.

45
46 Remove lines 440-462 and insert:

47 b. Effective for BackDROP participants electing the
48 BackDROP on or after October 1, 2015, members who have elected
49 the BackDROP and leave the assets in the Fund to be invested may
50 select one of two methods to credit investment earnings to their
51 accounts. Investment earnings shall be credited on a quarterly
52 basis. The method may be changed each year effective October 1;
53 however, the method must be elected prior to October 1. The
54 methods are:

55 (I) The BackDROP is credited with earnings and losses using
56 the rate of investment return earned on Pension Fund assets as
57 reported by the Fund's investment monitor. BackDROP
58 assets are commingled with the Pension Fund assets for
59 investment purposes; or

60 (II) The BackDROP is credited with the rate of investment
61 return earned on Pension Fund assets as reported by the Fund's
62 investment monitor. The crediting rate maximum is 8 percent and
63 the crediting rate floor is 0 percent. To accomplish this, the
64 crediting rate will be compounded monthly at a rate between 0
65 percent and 2 percent quarterly. BackDROP assets are commingled
66 with the Pension Fund assets for investment purposes.

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67 | c. The Board has the authority to create rules to implement
68 | the provisions of this section in accordance with the law and
69 | the provisions of the Internal Revenue Code.

70

71 | Remove lines 514-534

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