

**The City of Lincoln, Nebraska
Police & Fire Pension
Summary for November 9, 2000
Advisory Committee Meeting**

Members present: Joe Yindrick, Jim George, Mark Meyerson, Ross Hecht, Aaron Drake.

Members absent: Ross Hecht.

City Staff present: John Cripe, Paul Lutomski.

Others present: None

In this meeting mark Westphalen made a motion that Aaron Drake be appointed as the committee chairman and Mark Meyerson be appointed vice chairman that both be allowed to vote and make motions. Jim George seconded the motion and it passed unanimously.

Paul Lutomski reported on the fiscal year end financial information sent to the actuary. The asset return rate was 9.4% and total system assets increased from \$121 to \$130 million. Revenues included interest of \$3.5M, Realized Gains of \$6.5M, Unrealized Gains of \$1.2M, Dividends of \$200k employee contributions of \$1.3M and City contribution of \$900k.

Expenses were \$3.9M of monthly benefits, \$1M Lump-sum payouts and \$158k in administration costs.

The COLA Pool increased from \$7.6M to \$7.7M and paid out \$214k.

There were 26 Police Officers separating service; 18 were not vested, 4 were deferred annuitants, and 4 retired. There were 2 Fire Fighters separating service; both retired.

There were 8 separations from the pension payroll. Two of the deceased members named survivor beneficiaries that the pension is now paying.

Active Payroll increased 9.7% from \$23.6M to \$25.9M. The actuarial assumption for salaries increases is 5% so this will impact overfunding. The 9.4% return rate is higher than the 7.5% assumed rate, so that will lessen the negative impact, but there is expected to be a negative impact on overfunding.

Jim George made a motion to bring forward to the City Council the plan to increase retirant and deferred annuitant benefits. Joe Yindrick seconded the motion and the motion passed unanimously.

The meeting adjourned.