



## SOUTHERN MANATEE FIRE RESCUE DISTRICT

### Interoffice Memorandum

**TO:** The Southern Manatee Board of Trustees

**FROM:** Robert Bounds

**RE:** Notice of the Use of Chapter 175 Monies

**DATE:** 10/27/2015

The form, *Notice of the Use of Chapter 175 Monies*, is being presented to you from the plan actuary Chuck Carr. This form will be sent to the Florida State Division of Retirement to ensure the allocation of Chapter 175 Monies are being utilized in accordance with the applicable statutes. It is likely this form was developed as a result of SB 172 that was passed in the 2015 session, which reads in part:

#### **CS/SB 172: Local Government Pension Reform**

*Local Government Pension Reform; Requiring that firefighter and police officer pension plans meet the requirements of ch. 175 and ch. 185, F.S., respectively, in order to receive certain insurance premium tax revenues; revising the method of creating and maintaining firefighters' and police officers' retirement trust funds; providing that the use of premium tax revenues may deviate from the requirements of ch. 175 and ch. 185, F.S., under certain circumstances, etc. (<https://www.flsenate.gov/Session/Bill/2015/0172/?Tab=BillText>).*

Southern Manatee Fire Rescue has always utilized 100% of the Chapter 175 Monies to offset “the District’s required contribution for that plan year” and will continue with this practice. The dollar amount referenced in the form is correct and has been validated from the actuarial valuation of the plan.

Sincerely,

Robert C. Bounds Jr.

# **Retirement Plan for the Firefighters of the Southern Manatee Fire & Rescue District**

## *Notice of the Use of Chapter 175 Monies*

This Notice has been prepared to provide instructions to the Plan Actuary and Administrator concerning the use of Chapter 175 monies.

Pursuant to a collective bargaining agreement, the first \$438,971 of annual Chapter 175 distributions is applied as an offset to the District's minimum required contribution for that plan year. Amounts received in excess of \$438,971 each year are accumulated to provide extra benefits in the future.

This Notice will remain in effect until such time as the Pension Board either provides an amended Notice or notifies the plan actuary and administrator that such Notice has been rescinded.

*Signed on behalf of the Board of Trustees pursuant  
to the instructions of the Board, by*

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Chairperson

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Date