

April 21, 2016

Ms. Lisa Castronovo
Pension Coordinator
City of Hollywood
2600 Hollywood Blvd.
Hollywood, FL 33020

Re: City of Hollywood General Employees' Retirement System

Dear Lisa:

As requested, we have reviewed the proposed ordinance amending the City of Hollywood General Employees' Retirement System sent on April 20, 2016. This ordinance would amend the Plan as follows:

- Provides for staggered terms for the Board members appointed by the City Commission.
- The Board will select one of its members as secretary.
- The official custody and supervision of the Fund will be vested in the Board.
- Assets of the Fund may be deposited with the Director of the Department of Financial Services of the city who will be liable in the same manner as they are liable for the safekeeping of funds for the city.
- The pension coordinator will maintain custody of all records, files and documents of the Fund.
- The Board will engage actuarial, accounting, legal and other services necessary to transact the business of the Fund. The compensation for these professionals engaged by the Board will be paid from the Fund at rates determined by the Board.
- The Board will purchase insurance coverage, including fiduciary insurance and surety bonds, in the amount and term as determined by the Board.
- All expenses for the administration and operation of the Fund as approved by the Board will be paid by the Fund.
- Beginning October 1, 2017, the Board will provide a detailed accounting report of expenses for each fiscal year.
- Beginning October 1, 2017, the Board will adopt and operate under an administrative expense budget for each fiscal year and provide an amended budget to the City if the Board amends the administrative expense budget.

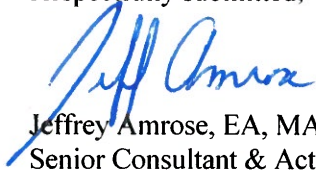
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In our opinion, these changes will not have an actuarial impact on the cost of the Retirement System for prefunding purposes. Therefore, it is our opinion that a formal Actuarial Impact Statement is not required. However, we recommend that you send a copy of this letter and the ordinance to the Bureau of Local Retirement Systems.

The undersigned actuary is a member of the American Academy of Actuaries and meets the Qualification Standards of the American Academy of Actuaries to render the actuarial opinions contained herein. The undersigned actuary is independent of the plan sponsor.

We welcome your questions and comments.

Respectfully submitted,



Jeffrey Amrose, EA, MAAA
Senior Consultant & Actuary

JA/ta

The above communication shall not be construed to provide tax advice, legal advice or investment advice.