



September 18, 2020

Ms. Christine Bailey  
Executive Director  
City of Hollywood Employees' Retirement Fund  
P. O. Box 229045  
Hollywood, Florida 33022-9045

**Re: City of Hollywood General Employees' Retirement System**

Dear Christine:

As requested, we are providing a payment schedule for the City contribution shortfall due to the City making the required contribution excluding the pre-funding of the Supplemental Pension Distribution for the fiscal years ending September 30, 2015 through September 30, 2019.

As detailed in the Actuarial Valuation Report as of October 1, 2019, the contribution shortfall is \$12,486,625 as of September 30, 2019. It is our understanding that the City has agreed to pay the outstanding amount over a five-year period beginning October 1, 2020.

Shown below is a payment schedule for paying the outstanding amount over five years, including interest at the Plan's current investment return assumption of 7.5%, if the payments are made in five equal installments on the first day of each fiscal year starting October 1, 2020.

<u>Payment Date</u>	<u>Amount Due</u>
10/1/2020*	\$3,086,253
10/1/2021	\$3,086,253
10/1/2022	\$3,086,253
10/1/2023	\$3,086,253
10/1/2024	\$3,086,253

*\* Based on the information provided, the City has paid a portion of the amount due on October 1, 2020. Please see below for the remaining amount owed for the first installment payment.*

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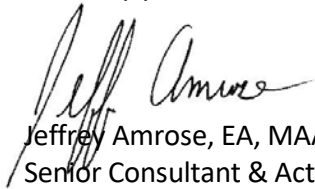
According to the information provided, the City has paid a \$2,495,119 contribution to the Plan on August 25, 2020 designated as a contribution toward the FYE September 30, 2021 installment of the outstanding amount owed. If the City pays the remaining amount owed toward the first installment payment on October 1, 2020, the amount due is **\$572,775**.

If you would like us to calculate installment payment amounts under a different payment schedule, please let us know.

Please refer to the Actuarial Valuation Report as of October 1, 2019 for additional information on the required contribution shortfall and the assumptions, methods, data, and plan provisions on which our calculations are based.

We welcome your questions and comments.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Jeff Amrose", is written over a printed name and title.

Jeffrey Amrose, EA, MAAA  
Senior Consultant & Actuary

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

