



CANNON FALLS FIRE DEPARTMENT

Volunteers serving the City of Cannon Falls, Townships of Cannon Falls, parts of Leon, Douglas, Randolph, Stanton, Warsaw, Hampton, Vasa and the Village of New Trier.

August 12, 2014

HONORABLE MAYOR AND CITY COUNCIL

THE CANNON FALLS FIRE DEPARTMENT MET AT THEIR REGULAR MEETING ON AUGUST 5TH 2014. A MOTION WAS MADE AND PASSED TO RAISE THE AMOUNT OF OUR PENSION \$100.00 PER YEAR OF SERVICE. THE PENSION WOULD GO FROM \$1900.00 TO \$2000.00 PER YEAR. WE LOOK AT THESE NUMBERS EVERY YEAR AFTER WE RECEIVE OUR STATE AID. ATTACHED ARE SCHEDULES I AND II OF OUR LUMP SUM PENSION PLAN. SCHEDULE 1 SHOWS THE AMOUNT OF PENSION PER MEMBER ACCORDING TO YEARS SERVED. SCHEDULE II SHOWS THE ASSETS AND LIABILITY OF THE PLAN.

THE MUNICIPAL CONTRIBUTION IS (\$20,748) WHICH MEANS IF EVERY FIREFIGHTER WOULD PERISH IN A FIRE THERE WOULD STILL BE THAT AMOUNT IN THE PLAN. IN SHORT THE CITY WOULD NOT HAVE TO CONTRIBUTE TO THE PLAN. THE CHANCES OF ALL OF US DYING IN A FIRE ARE VERY EXTREME.

WE RESPECTFULLY REQUEST THE COUNCIL APPROVE THE RAISE IN PENSION FROM \$1900.00 TO \$2000.00 PER YEAR OF SERVICE.

THANK YOU,
CANNON FALLS FIRE DEPT. RELIEF ASSOC.

SCHEDULE I FOR LUMP SUM PENSION PLANS
STATE FIRE AID YEAR 2014

CANNON FALLS FIRE DEPARTMENT
RELIEF ASSOCIATION

OK \$ (20,768)

Computation of benefits

\$2,000 per year

Year 2014

\$ 2,000 per year
Year 2015

FIREFIGHTER	DATE OF BIRTH	AGE 12/31/2014	FIRE DEPARTMENT ENTRY DATE MONTH YEAR	YEARS OF SERVICE 12/31/2014	ACCRUED LIABILITY 12/31/2014	YEARS OF SERVICE 12/31/2015	ACCRUED LIABILITY 12/31/2015
MILLER, JOHN						37	74,000
CHYTRACEK, JAY						30	60,000
ROBINSON, KEVIN						25	50,000
RAPP, ERIC						24	48,000
MILLER, FERLIN						24	48,000
TAUBE, JEFF						22	44,000
ANDERSON, TODD						22	44,000
NERUD, KEVIN						20	40,000
MILLER, BRICE						19	36,880
RAPP, KYLE						18	33,960
SULLIVAN, STEVE						18	33,960
WALLS, KEN						17	31,200
ALTHOFF, MICHAEL						13	21,400
ROEBER, BARRY						13	21,400
NELSON, CHRIS						12	19,240
MOUW, JEREMY						11	17,160
HEPOLA, GREG						11	17,160
SULO, KYIRA JR						8	11,520
MILLER, SCOTT						8	11,520
WATSON, NATE						7	9,840
KING, NICK						6	8,200
NOBACH, ANTHONY						6	8,200
ANDERSON, JOSH						5	6,680
RYAN QUALEY						5	6,680
CHRIS WEIGMAN						5	6,680
CHRIS SJOBLUM						4	5,200
IVAN MAZARKIEWICZ						4	5,200
ANDREW STEIN						3	3,800
MATHEW MEYERS						3	3,800
????????????						2	2,480

DEFERRED PENSIONS

	<u>DOB</u>	<u>Payout Date</u>	<u>Yrs Of Service</u>	
FIELDS, SHAWN				8,820
DALTON, MIKE				25,681
ANDERSON, DUSTIN				11,400
TOTAL DEFERRED PENSIONS				<u>45,901</u>

TOTAL ACCRUED LIABILITY YEAR 2015 776,061
TOTAL ACCRUED LIABILITY YEAR 2014 718,341

Normal Cost 57,720

SCHEDULE II

Section I

Special Fund Assets at December 31, 2013			\$ 705,036
Projected Income to December 31, 2014			
a. Minnesota State Aid	\$	40,000	
b. Municipal (independent fire) Contributions			
c. Donations (List _____)			
d. Interest and Dividends	\$	2,000	
e. Net appreciation (depreciation) in fair value of investments	\$	30,000	
f. Other income (Includes Supplemental) List	\$	-	
Total			2 \$ 72,000
Projected Assets plus Income December 31, 2014			3 \$ 777,036
g. Pensions	\$	39,242	
h. Other Benefits	\$	1,000	
i. Administrative	\$	200	
Total			4 \$ 40,442
Projected Assets at the end of year (December 31, 2014)			5 \$ 736,594

Section 2

Projected Assets			6 \$ 736,594
2014 Accrued Liability			7 \$ 718,341
Surplus or Deficit			8 \$ 18,253

Section 3

Normal Cost			9 57,720
Calculated Administrative Expense (2013 Reporting Form)	\$	162	10 \$ 168
Less:			
j. Minnesota State Aid	\$	40,000	
k. 5% of line 5	\$	36,830	
l. 10% of line 8	\$	<u>1,825</u>	
Total Subtractions			11 \$ <u>78,655</u>
Municipal Contribution (line 9, plus 10 minus 11)			12 \$ (20,768)

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Section 5 Test for Maximum Benefit Allowed

	<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>
	State Aid	Municipal Support	10% of Surplus	Active Members	Average
1 Years Ago 2013	48,215		-	30	1,607
2 Years Ago 2012	33,435		-	30	1,115
3 Years Ago 2011	32,866		-	30	1,096
Average available financing per active member, total column E divided by 3					\$ 1,272

Maximum pension level per statutory schedule effective through 12-30-13: _____ ?

Maximum pension level per statutory schedule effective 12-31-13: _____ ?