OFFICE OF THE CITY MANAGER LITTLE ROCK, ARKANSAS

Subject:	Action Required:	Approved By:
Authorization of a sole- source contract with Osborn, Carreiro & Associates, Inc., to perform and actuarial evaluation and stress testing of the Little Rock Firemen's Relief and Pension Fund for the purpose of evaluating the feasibility of various benefit increase amounts.	√ Ordinance Resolution	
Submitted By:		
Finance Department		Bruce T. Moore City Manager
SYNOPSIS	An ordinance to authorize a sole-source contract with Osborn, Carreiro and Associates, Inc., to perform an actuarial evaluation and stress testing of the Firemen's Relief and Pension Fund, now administered by the Arkansas Local Police and Fire Retirement System, for the purpose of evaluating the feasibility of various benefit increase amounts for members of the Firemen's Relief and Pension Fund and eligible survivors.	
FISCAL IMPACT	The cost of the study will not exceed \$6.750.00, and funds for the Actuarial Study are available in Fire Pension Benefit, Account No. 105102-63220.	
RECOMMENDATION	Approval of the ordinance.	
BACKGROUND	Little Rock Ordinance No. 21,639 (October 16, 2018) transferred administration of the Little Rock Firemen's Relief and Pension Fund to the Arkansas Local Police and Fire Retirement System. Section 3 of the ordinance authorized a \$250.00 per month benefit increase to all retiree and survivor accounts beginning January 1, 2019.	

BOARD OF DIRECTORS COMMUNICATION MARCH 1, 2022 AGENDA

BACKGROUND CONTINUED

Section 4 of the ordinance committed to review and consider a benefit increase on a reoccurring three (3)-year basis following the consolidation until the conclusion of the closed twenty-five (25)-year amortization period. Any actuarial valuations conducted as part of the review and reconsideration shall be made by an independent actuary as required by Arkansas Law. It is now time for the first such three (3)-year review. The closed amortization period is now twenty-two (22) years.