



June 30, 2017

Mr. David M. Williams, Plan Administrator
West Palm Beach Police Pension Fund
2100 N. Florida Mango Road
West Palm Beach, Florida 33409

**Re: West Palm Beach Police Pension Fund
Expenses for DROP / Share Plan Account**

Dear Dave:

As requested, we have determined the investment and administrative expenses that were charged in the West Palm Beach Police Pension Fund for the fiscal year ending September 30, 2016. These expenses total 0.44% of the average asset value during the fiscal year and include fees paid to the investment manager, plan administrator, actuary, custodian and attorney. This rate is 0.11% on a quarterly basis. The expenses can be calculated by multiplying the DROP/Share Plan balance by .0011 each quarter.

Section 13(4)(e) of the Ordinance concerning interest that should be credited to DROP accounts states that the "costs, fees, and expenses of administration shall be debited from the individual member account". The same language exists pertaining to the Share Plan Accounts. As discussed, the Board has interpreted this to include all investment and administrative expenses.

We welcome your questions and comments.

Sincerely yours,

A handwritten signature in blue ink that reads "Jeff Amrose". The signature is fluid and cursive, written over a light blue circular graphic element.

Jeffrey Amrose, EA
Senior Consultant & Actuary

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