

**FIRE PENSION BOARD**

**MINUTES**

**July 19, 2012**

**8:30 a.m.**

**CALL TO ORDER**

**PLEDGE OF ALLEGIANCE**

**ROLL CALL**

**PRESENT:**

Phil Milner, Chairman  
Keith Beattie, Vice Chairman  
Mike Handoga, Secretary  
Michael Terry, Member

**ABSENT:**

Bruno Falkenstein, Member (excused)

**ALSO PRESENT:**

Pamala Prell, Deputy City Clerk, MMC

**1. Approval of Minutes**

**Member Handoga made a motion to approve the April 19, 2012 minutes, as written. The motion was seconded by Member Beattie and unanimously approved by a voice vote.**

**2. Payment of Invoices**

**Member Handoga made a motion to approve the invoices, as submitted. The motion was seconded by Member Beattie and unanimously approved by a voice vote.**

**3. Reports**

a. Bogdahn Consulting

Consultant Tim Nash reported that as of June 30, 2012, the total value of the fund was \$8,739,659. He pointed out that the quarter was down by 1.91%, but the plan earned \$1,014,415.00 in the previous nine months.

Consultant Nash provided an overview of the International Equity Evaluation Booklet.

**Member Handoga made a motion to move the international funds from IShare to American Funds EuroPacific Growth and to authorize the transfer of the funds. The motion was seconded by Member Terry and unanimously approved by a voice vote.**

Consultant Nash provided the Board with a revised Investment Policy Statement and summarized the changes.

**Member Beattie made a motion to approve the revised Investment Policy Statement. The motion was seconded by Member Handoga and unanimously approved by a voice vote.**

b. Attorney Report

Attorney Lee Dehner reported that Governor Scott signed two new laws that went into effect on July 1, 2012. He explained that one law exempts the birthdates of firefighters from being a public record; the other law applies to ex-spouses who are designated as a beneficiary, which makes that designation null and void, after a divorce. He pointed out that there is a statement on the Summary Plan Description that urges the members to keep their beneficiaries up to date.

c. Salem Trust

There was no report.

4. **Old Business**

City Manager's proposed changes to the current Fire Pension Plan and how it will affect future Chapter 175 money and the Board.

Chairman Milner reported that the Magistrate Hearing Officer ruled that the pension plan should remain status quo, and the union and the City should re-open negotiations to try to reach an agreement. He reported that the City Manager and IAFF agreed to schedule an Impasse Hearing before the City Commission on August 13, 2012 at 1:00 p.m.

5. **New Business**

- a. Foster & Foster - Information for lump sum payouts or the purchase of annuities.

Chairman Milner asked for the Board's approval to direct Foster and Foster to provide information regarding the options available to the Board for distribution of the plan's funds, if the plan is frozen.

Attorney Lee Dehner advised that annuities are authorized investments and the Board has the authority to request information from Foster and Foster.

Chairman Milner pointed out that Patrick Donlan, of Foster and Foster, informed him that it would cost approximately \$1,500.00 to provide the calculations.

Member Terry stated that he would like to wait until a final decision is made regarding the pension plan, and then get the calculations based on the decision.

**Member Handoga made a motion to authorize Chairman Milner to contact Foster and Foster and provide the Board with three options for the purchase of annuities as investments. The motion was seconded by Member Terry and unanimously approved by a voice vote.**

- b. Cost can be provided to the City Commission for purchase of annuities through an insurance company to cover all accrued benefits.

There was no action taken on this item.

**6. Board Comments**

There were no comments.

**7. Audience Comments**

There were no comments.

**8. Adjournment**

There being no further business to come before the Board, the meeting was adjourned at 10:15 a.m.

Attest:

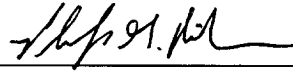
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Rebecca C. Haynes, City Clerk



Phil Milner, Chairman

Minutes approved on: 10/18/12