FIRE PENSION BOARD

MINUTES

October 18, 2012

10:30 a.m.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

PRESENT:

Phil Milner, Chairman
Keith Beattie, Vice Chairman
Bruno Falkenstein, Member
Michael Terry, Member

ALSO PRESENT:

Pamala Prell, Deputy City Clerk, MMC

1. **Approval of Minutes July 19, 2012**

Member Falkenstein made a motion to approve the July 19, 2012 minutes, as written. The motion was seconded by Member Beattie and approved by a unanimous voice vote.

2. **Payment of Invoices and Bills**

a.	Anchor Capital Advisors LLC	$4,243.10
b.	Bogdahn Consulting	$3,800.00
c.	Brown Advisory	$4,377.24
d.	Christiansen & Dehner	$ 135.20
e.	Christiansen & Dehner	$ 33.80
f.	Christiansen & Dehner	$ 881.09
g.	Cutwater Management	$2,305.00
h.	Foster & Foster	$2,900.00
i.	Salem Trust	$2,425.00
j.	Brentwood Asset Advisors, Inc	$1,500.00
k.	COLA's for Retirees	(Paid)

Member Falkenstein made a motion to ratify the approval of the invoices including the COLA's, as presented. The motion was seconded by Member Beattie and unanimously approved by a roll call vote.

3. **Reports**

a. Bogdahn Consulting

Consultant Tim Nash reported that as September 30, 2012 the total value of the fund was $9,228,239.00 and the earnings for the quarter were up 4.78% and year to date 18.04%. He pointed out that there were some large payouts from the fund.

b. Foster and Foster 2012 Valuation

Mr. Patrick Donlan gave an overview of the 2012 Valuation report. Mr. Donlan reported that the City's required contribution for next year is 64.9% of payroll and the unfunded liability if $9,562,000.00.

Member Beattie made a motion to approve the 2012 Valuation Report. The motion was seconded by Member Falkenstein and unanimously approved by a voice vote.

Member Falkenstein made a motion to approve an annual rate of return of 7.75%, as recommended by Consultant Nash. The motion was seconded by Member Beattie and unanimously approved by a voice vote.

c. Salem Trust

Lynn Skinner, Salem Trust, provided the Board with new signature authorization forms and explained that there will be no changes to the procedure for processing Class Action Settlements.

d. Christiansen and Dehner

Attorney Dehner explained a change in the legislature and stressed the importance of each member keeping his or her beneficiary designation current.

Attorney Lee Dehner reported that there has been a significant change in the position of the Division of Retirement regarding the use of the excess State money. He pointed out that since 1999 the required use of the excess money was for benefit improvements and their new position is that if there is enough additional funding the excess money may be used to meet the funding requirements. He advised that there are many questions about this new ruling and Patrick Donlan is waiting for some clarification from the State.

4. **<u>Old Business</u>**

a. Status of the Two City Ordnances proposed by the City Manager and City Commission

b. Cost analysis of the purchase of Annuities for an investment option

5. **<u>New Business</u>**

a. 2012 Premium Tax Distributions ($170,298.49)

6. **<u>Board Comments</u>**

Chairman Milner reported that Michael Handoga resigned his employment with the City effective October 11, 2012, and that he will conduct an election to fill the vacancy on the Board.

7. **<u>Audience Comments</u>**

There were no audience comments.

8. **<u>Adjournment</u>**

There being no further business to come before the Board, the meeting was adjourned at 11:50 a.m.

Attest:

Rebecca C. Haynes, City Clerk

Phil Milner, Chairman

Minutes approved on: 4-24-13