

GENERAL PENSION BOARD

MINUTES

July 19, 2012

1:30 p.m.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

PRESENT

Bill Schroeder, Chairman
Don Pellegrino, Vice Chairman
Bill Palmer, Member
John Kretzer, Member
Mike Cohen, Member

ALSO PRESENT

Lee Dehner, Attorney
Pamala Prell, Deputy City Clerk, MMC

1. Approval of Minutes

- a. April 19, 2012 - Quarterly Meeting
- b. May 21, 2012 - Special Meeting

Member Cohen made a motion to approve the minutes of April 19, 2012 and May 21, 2012, as written. The motion was seconded by Member Kretzer and unanimously approved by a voice vote.

2. Payment of Invoices

Christiansen & Dehner, P.A.	6/30/12	\$1,420.85
The Bogdahn Group	3/23/12	\$3,800.00
The Bogdahn Group	6/22/12	\$3,800.00
Cutwater	Q3 2011	\$3,177.60
Cutwater	Q4 2011	\$3,161.52
Cutwater	Q1 2012	\$3,212.92
Salem Trust	7/15/12	\$2,700.00

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

3. Reports

a. The Bogdahn Group

Consultant Tim Nash reported that as of June 30, 2012, the total value of the fund was \$10,624,197. He pointed out that the earnings for the quarter were down by 1.26%.

b. Salem Trust

Lynn Skinner explained the procedures for processing the payment of invoices.

4. **New/Old Business**

a. Approval of fee increases proposed by Foster & Foster to comply with Senate Bill 1128

Member Pellegrino made a motion to issue a Request for Proposal (RFP) for an actuary. The motion was seconded by Member Cohen and unanimously approved by a voice vote.

b. Approval of Fiduciary Liability Insurance Policy Renewal

Attorney Dehner asked Member Palmer to make sure that the Waiver of Recourse is included with the renewal.

Member Cohen made a motion to approve the fiduciary liability insurance renewal, with the inclusion of the Waiver of Recourse. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

c. Overpayment to Phil Thorne, Retiree - Review of Phil Thorne's proposal letter

Member Palmer reported that Mr. Thorne responded to the letter regarding the overpayment and offered to repay the money by making a down payment of \$1,000, deducting the pension payments that were stopped, forfeit his \$129.16 monthly pension payment, and pay monthly installments of \$100 until the balance is paid in full.

Lynn Skinner reported that the total over payment was \$7,760.22 and that Mr. Thorne should send his payments to Salem Trust.

The Board was in agreement to accept Mr. Thorne's offer for repayment and to use Salem Trust's figures for the amount due.

Attorney Dehner stated that the Board should send Mr. Thorne a letter stating that they will accept the agreement for the repayment to the pension fund.

Member Cohen made a motion to approve the settlement agreement as proposed by Mr. Thorne, and to send him a letter notifying him of the acceptance of the settlement. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

The Board took a recess at 2:40 p.m. The board reconvened at 2:50 p.m., with all members present.

- d. Presentation/Interview/Questions For Pension Fund Investment Evaluation Services - Consultant

Burgess Chambers & Associates (BCA)

Vice President Frank Wan and President Burgess Chambers were present and provided a proposal for consideration by the Board.

Grey Consulting

Managing Director Charles Mulfinger and Financial Advisor Scott Owens were present and provided a proposal for consideration by the Board.

Member Cohen made a motion to retain Greystone for consulting services at a cost of \$14,500 per year, with a three year guarantee. The motion was seconded by Member Pellegrino and unanimously approved by a voice vote.

5. New/Members/Return of Contributions Report

There was no report given.

6. 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 birthdates from being a public record; and the second 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.

7. Audience Comments

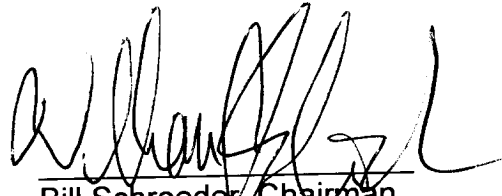
There were no audience comments.

8. **Adjournment**

There being no further business to come before the Board, the meeting was adjourned at 5:10 p.m.

Attest:


Rebecca C. Haynes, City Clerk


Bill Schroeder, Chairman

Minutes approve on: 10-18-12