GENERAL PENSION BOARD

MINUTES

APRIL 17, 2014

8:30 A.M.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

PRESENT:

William Schroeder, Chairman
William Palmer, Member
Joanne Lentino, Member

ALSO PRESENT:

Rebecca C. Haynes, City Clerk
Jenine Thornley, Recording Secretary
Charles H. Mulfinger, II, Graystone Consulting Tampa
Chris Moros, Graystone Consulting Tampa
Patrick Donlan, Foster & Foster (via phone conference)
Lee Dehner, Christensen & Dehner

1. Additions, Deletions or Changes

Member Lentino made a motion for Board review of the investment policy, including shortening the addendums and clearing up the language. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

2. Approval of Minutes

Member Lentino made a motion to approve the minutes of October 17, 2013 as written. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

3. Audience Comments

There were no comments from the audience.

4. Payment of Invoices

Christiansen & Dehner, P.A.	Inv# 21144, 11-30-13	$ 716.89
Anchor Capital Advisors	06-30-13 to 09-30-13	$ 2,062.47
Anchor Capital Advisors	09-30-13 to 13-31-13	$ 2,219.79
Cutwater	07-01-13 to 09-30-13	$ 2,983.01
Cutwater	10-01-13 to 12-31-13	$ 2,973.35
Salem Trust	10-01-13 to 12-31-13	$ 2,700.00
MorganStanley	01-01-14 to 03-31-14	$ 3,635.00

Member Palmer made a motion to approve the invoices as presented. The motion was seconded by Member Lentino and unanimously approved by a voice vote.

5. Reports

a. Foster & Foster – Annual Valuation Report / Fee Increase Request

Chairman Schroeder said the new proposed fee is applicable after April 17, 2014 and the board will determine if a Request for Quotation (RFQ) is necessary with Foster and Foster.

Based on discussion between the Board and recommendation by both Consultant Patrick Donlan and Attorney Lee Dehner, the board has determined that the total expected annual rate of return for the current year, the next several years and thereafter is 7.75% based on recommendations of Consultant Patrick Donlan, Foster & Foster.

Member Lentino made a motion to confirm the Board's determination that the total expected annual rate of return for the current year, the next several years and the long-term thereafter is 7.75%, based on the recommendation of our consultant. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

Attorney Dehner said that upon passage, the original document should be sent to the Division with copies to the City and Actuary.

In the essence of the consultant's phone time, Chairman Schroeder suggested agenda item 5a be moved to 4b.

Member Lentino made a motion to move agenda item 5a to 4b. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

b. Foster & Foster Fee increase to comply with new laws

Member Lentino made a motion to approve the fee increase as indicated in the July 14, 2011 letter for individual, normal or early retirement benefit calculations and buy-back calculations, not to include the 7.75 calculation as required by the Statute, effective April 17, 2014. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

Attorney Dehner will prepare a contract addendum to reflect today's actions by the board.

c. Graystone (Morgan Stanley) Consultant – Quarterly Report

Graystone Consulting representatives Scott Owens and Charles Mulfinger, II, delivered presentations on the state of the economy, pointing out percentage market trends in the home, job and other arenas.

Chairman Schroeder said there is one change and two addendums to the Cutwater Asset Management policy and typo corrections to be made in the Anchor Capital statement.

Member Lentino made a motion to amend the Cutwater Asset Management addendum to investment policy; approve the addendum to statement investment policy for Anchor Capital and adjustment of investment policy statement, reflecting the two changes. Effective date will be 31 days after filing with the City of St. Pete Beach. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

Member Lentino made a motion to approve a Cutwater addendum, as amended. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

d. Salem Trust Company – No presentation

6. <u>New/Old Business</u>

a. Review Board Rules & Regulations for updates needed with attorney

In the essence of time and pending legislation while Tallahassee is in session, Attorney Dehner recommended having a separate Rules & Regulations Workshop at a later date.

Member Lentino made a motion to table 5(a) and schedule a Rules & Regulations Workshop at a later date. The motion was seconded by Member Palmer and was unanimously approved by a voice vote.

b. Review Citizen Talent Bank Applications for board vacancy

The board reviewed applications for two vacancies on the General Pension Board. One vacancy will be appointed by the board and the other will be voted in through a City election. Member Lentino agreed to contact applicant George Myers and confirm he is willing to submit his name for affirmation by the Commission to fill an unexpired term.

Member Lentino made a motion for the General Pension Board to recommend George Myers appointment to the City Commission. The motion was seconded by Member Palmer and unanimously approved by a voice vote.

7. Attorney Report

Attorney Lee Dehner reminded board members to file financial disclosures (Form 1) by July 1, 2014. In addition, members stepping down need to file Form 1F (Final) within 60 days of leaving. Mr. Dehner said there is legislation pending for proposed changes to public records and public meetings, to be discussed further at the workshop. Approved legislation will now affect placement of Audience Comments on the agenda, which need to be moved toward the beginning to allow for public comment prior to the board taking action.

8. Adjournment

There being no further business before the Board, the meeting was adjourned at 10:28 a.m.

Attest:

Rebecca C. Haynes, City Clerk

William Schroeder, Chairman

Minutes approved on: 10/16/14