GENERAL PENSION BOARD

MINUTES

JULY 16, 2015

1:30 P.M.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

PRESENT:

William Schroeder, Chairman
William Palmer, Member
Joanne Lentino, Member
Ray Radvilavicius, Member
James Rossi, Member

ALSO PRESENT:

Mr. Charles Mulfinger, Graystone Consultant
Scott Owens, Graystone Consulting Tampa
Mark Rhein, Salem Trust
Lynn Skinner, Salem Trust
Mindy Johnson, Client Services Manager
Lee Dehner, Christensen & Dehner
Mary Jo Murphy, Deputy City Clerk

1. Changes to the Agenda

Member Palmer asked to make the following changes to the agenda:

- Add a late invoice from Foster & Foster that is not listed on the agenda: Foster & Foster, Invoice # 7556, 07/15/15, $3,769.00
- Remove No. 4, "Approval of Minutes," from the agenda. The minutes will be presented at the next regular meeting in October.

2. Audience Comments

There were no comments from the audience.

3. Appointment and Oath of New Board Member Jr. James Rossi

Chairman Schroeder welcomed Mr. James Rossi to the General Pension Board.

5. Payment of Invoices

Christiansen & Dehner, P.A.	Inv # 26744, 05-31-15	1,693.39
Anchor Capital Advisors	01-01-15 to 3-31-15	2,377.56
Anchor Capital Advisors	04-01-15 to 6-31-15	2,314.18
Salem Trust	04-01-15 to 06-30-15	2,700.00
Morgan Stanley	04-01-15 to 06-30-15	3,625.00
Cutwater Asset Management	01-01-15 to 03-31-15	2,330.15

Member Radvilavicius made a motion to approve the payment of invoices collectively. The motion was seconded by Member Lentino and unanimously approved by a voice vote.

6. Reports

a. Graystone (Morgan Stanley) Consultant – Quarterly Report

Mr. Charles Mulfinger and Scott Owens gave presentations to the Board.

After the conclusion of the presentations, Chairman Schroeder suggested the following motions be made in regard to the following:

- adopting the asset allocation spreadsheet policy change
- consolidating of the REIT choices
- Anchor analysis for next quarter based on the CIO retiring and understanding what's in the market
- looking at existing fees of the mutual funds, making certain to be in the highest institutional class based on the portfolio

Member Rossi made a motion to support all four items stated by Chairman Schroeder: combine the two REITs, replenish with 150 and look for mutual funds that may have a lower management fee. The motion was seconded by Member Lentino and unanimously approved by a voice vote.

b. Salem Trust Company

Lynn Skinner, Salem Trust, and Mark Rhein, Chief Operating Officer with Salem Trust, gave presentations to the Board.

Mr. Rhein introduced the Police Pension Board to Salem Trust's new client services manager, Mindy Johnson.

Mr. Rhein stated the next SSAE 16 report should be delivered to the public at large in September or October 2015. The report will review from 7/1/14 through 6/30/15. Mr. Rhein informed the Board that Salem Trust is confident that the report will be satisfactory.

Mr. Rhein updated the Board as to how Salem Trust is proceeding with the situation of the fraud involved with Pennant Management.

7. New/Old Business

a. Graystone – Asset Allocation Rebalancing for Distribution Fund

This topic was discussed during No. 6.a., "Reports, Graystone (Morgan Stanley) Consultant – Quarterly Report."

b. Review of Proposals for Custodial Services

Attorney Dehner advised the Board to wait for the results of the SSAE 16 report in late September or October which will determine if the RFP process will continue.

The Board came to a decision to review the responses on an individual basis before the October meeting.

c. Foster & Foster – GASB Rules and Senate Bill 534 Compliance Report

Attorney Dehner gave an update to the Board regarding the following:

- GASB 67/68: Foster & Foster is complying with these requirements and will be available in the next evaluation report.
- Senate Bill 534: The annual disclosures report that satisfies the October 1, 2014 financial reporting requirements made under Section 112.664 needs to be posted on the City of St. Pete Beach website.

Item 7.d., "Foster & Foster – Investment Return Assumption," and 7.e., "Gibson & Wirt, Inc. – Fiduciary Liability Insurance Renewal" were not discussed at this time. The Attorney Report was given by Attorney Dehner.

8. Attorney Report

Attorney Dehner reported to the Board on the following topics:

- Trustees' education conference on September 9, 2015, 11:00 a.m. to 2:00 p.m., at City Hall in the Commission Chambers.

- Amendments to the plan for tax compliance are in progress

7. New/Old Business (continued)

a. Foster & Foster – Investment Return Assumption

Attorney Dehner advised the Board to prepare the evaluation with 7.75 and discuss the topic when Mr. Donlan delivers the evaluation report.

b. Gibson & Wirt, Inc. – Fiduciary Liability Insurance Renewal

Member Palmer reported to the Board that the Fiduciary Liability Insurance was secured, and it was approximately $50 less than the previous year.

9. Adjournment

There being no further business, the meeting was adjourned at 3:08 p.m.

Attest:

Rebecca C. Haynes, City Clerk

William Schroeder, Chairman

Minutes approved on: 10/15/15