POLICE PENSION BOARD

SPECIAL MEETING

MINUTES

February 27, 2012

8:30 a.m.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

PRESENT:

Bob Rogers, Chairman
Jerry Gorup, Member
Keith Jacobus, Member

NOT PRESENT:

Bruce Johnson, Secretary
Sean McAuley, Member

ALSO PRESENT:

Pamala Prell, Deputy City Clerk, MMC

1. **Letter Concerning Unfunded Mandates**

Chairman Rogers provided a draft letter that the board agreed to send to the Florida Legislature asking them not to impose any unfunded mandates on the pension board. Chairman Rogers stated that he did not see any reason to send this letter because the board reduced the assumption rate to 7.75%, so there is no impact on the plan.

Member Jacobus made a motion not to send the letter. The motion was seconded by Member Gorup and approved by a unanimous voice vote.

2. **Review of Portfolio Changes and Current Conversion Status**

Chairman Rogers provided a spreadsheet prepared by Bogdahn Consulting that contained an error. He advised that the board chose to invest with Anchor not DGHM, as listed. Chairman Rogers stated that he would notify Mr. Nash to make the correction.

3. Review of Total Portfolio vs. Funds Available to Pay Benefits. Effect of DROP & State money reserve on performance.

Chairman Rogers provided a document that contained information on the five plan members who are in the Deferred Retirement Option Plan (DROP), listing their retirement payments, balances, and investment earnings.

The board held a general discussion regarding the length of time a member may participate in the DROP, the 7.75% interest rate and the DROP monies affect on the total performance report.

4. Direct expenses to the Plan

Chairman Rogers provided a document listing the fees paid from the pension fund from 2010 to 2011. A copy of this document is attached to these minutes.

The board held a general discussion regarding seeking Requests for Qualifications for a consultant, an actuary and an attorney, in order to try to reduce the costs to the plan.

Chairman Rogers stated that he felt that Salem Trust's fees were acceptable and that he did not think the board should pay dues to the Florida Public Pension Trustee Association (FPPTA) because they are a lobbying group and they provide no benefit to the plan.

Member Gorup stated that he would like to have Members Johnson and McAuley present when the board considers seeking Requests for Qualifications.

Member Jacobus suggested that the board ask the consultants to voluntarily reduce their fees.

Chairman Rogers stated that he would schedule a discussion regarding Requests for Qualifications for the consultants on the next agenda or call a special meeting.

Chairman Rogers advised that he will talk to the City Manager about the procedures to seek Request for Qualifications.

5. Next Meeting

The next meeting will be held on April 19, 2012 at 8:30 a.m.

Chairman Rogers advised that he will contact Tim Nash, of Bogdahn Consulting, to request that he be prepared to discuss investment options regarding the Fixed Income Portfolio at their next meeting.

6. Adjournment

There being no further business to come before the board, the meeting was adjourned at 9:25 a.m.

Attest:

Rebecca C. Haynes, City Clerk

Bob Rogers, Chairman

Minutes Approved on: ~~4/18~~ 4/19/2012