

POLICE PENSION BOARD

MINUTES

MAY 16, 2013

8:30 a.m.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

PRESENT:

Bob Rogers, Chairman
James Baugher, Member
Tom Lange, Member
Keith Jacobus, Member

ABSENT:

Jerry Gorup, Member

ALSO PRESENT:

Mary Jo Murphy, Recording Secretary

VANGUARD TOPICS:

1. The Vanguard Story

Jason P. Zelesnick, representing Vanguard, informed the Board about the unique corporate structure of Vanguard where the end investor is a direct owner of the company. Mr. Zelesnick explained that Vanguard is not publicly traded or privately owned and there are no third-party owners. Mr. Zelesnick commented that Vanguard has a history of continuing to reduce the cost of investing with the people who invest with them.

2. Vanguard's Investment Advisory Services for Pension Plan

Doug Grim, representing Vanguard, updated the Board about Vanguard's profile, distribution of clients by assets, annual growth of client base, asset allocation analysis, investment policy consulting, manager selection and oversight, portfolio monitoring, and client service.

3. Proposal Services for St. Pete Beach

Doug Grim, representing Vanguard, explained the VIAS advisory fee schedule to the Board.

Chairman Rogers asked for audience comments. There were no audience comments.

4. Board Discussion

Chairman Rogers and Member Lange suggested meeting with another provider besides Vanguard so that the Board could compare two companies.

The Board discussed combining the management of investments with the three following Boards: General Employees Pension Board, Fire Employees Pension Board and Police Employees Pension Board.

Steve McFarlin, St. Pete Beach, offered to speak with the City Manager, City Attorney, General Employees Pension Board and the Fire Employees Pension Board about the three funds being combined if the Board so desired.

Member Lange stated that he needed assistance with the liability insurance application. Therefore, Mr. Lange is going to contact the insurance agent/broker and ask for their assistance to fill out the application correctly.

Chairman Rogers asked for a recommendation from Member Jacobus about other companies to contact for presentations. Member Jacobus suggested Fidelity and BlackRock. Chairman Rogers will make phone calls to see if they would be interested in giving presentations.

Jim Parent, St. Pete Beach, suggested obtaining a simulation of a template of the investments for the last five to ten years from the candidates they would be considering. Furthermore, Mr. Parent suggested for the Board to base their decision not just on the numbers but the style of management being offered.

5. Adjournment

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

Attest:


Rebecca C. Haynes, City Clerk


Bob Rogers, Chairman

Minutes approved on: 7/18/13