POLICE PENSION BOARD MINUTES

DECEMBER 4, 2013

SPECIAL MEETING

8:30 A.M.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

PRESENT:

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

ALSO PRESENT:

Mary Jo Murphy, Recording Secretary
Patrick Donlan, Foster & Foster, Inc.

1. **Call to Order and Roll Call**

5. **Foster & Foster**

Chairman Rogers explained that the purpose of the meeting was to review the annual report from the Actuary, Patrick Donlan. The actuary report informs the Board the funding position they are in and reflects the ability to pay the benefits to the people covered by the plan.

Patrick Donlan presented the Actuarial Valuation Report as of October 1, 2013 to the Board and reported that the past year had been favorable. The primary components of Mr. Donlan's summary included the following: larger than expected retiree mortality, lower than expected Salary Increases and a 10.2 % investment return that exceeded the 7.75% assumed rate.

There was Board discussion with reference to the clerical mistake of overpaid contributions for the Member refund calculations. Chairman Rogers recommended the Board abstain from collecting the money in the amount of $2,328.36.

> **Member Jacobus made a motion that the overpaid contributions referenced in the memo dated November 12, 2013 to Carl Carnes from Sara Baumer**

not be subject to any clawback by the City. The motion was seconded by Member Gorup and unanimously approved by a voice vote.

2. Approval of October 17, 2013 Minutes (Attachment "A")

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

3. Public Comment

There were no public comments.

4. Authorization of Payments

Member Lange explained the invoices to the Board and suggested paying all of the outstanding amounts that are due under item No. 4.

- Anchor Capital Management Invoice October 1, 2013 in the amount of $2,201.02 (Attachment "B")
- Cutwater Asset Management Invoice # 473-ISC-TRSA in the amount of $2,447.80 (Attachment "C")
- Christiansen & Dehner Invoice # 23972 in the amount of $753.39 (Attachment "D")

Chairman Rogers voiced an opinion in opposition to the payment of expenses for the Board's attorney. There was Board discussion in reference to reviewing all vendors.

Member Gorup made a motion to pay the following outstanding bills: Attachments B, C, and D. The motion was seconded by Member Baugher and unanimously approved by a voice vote.

Chairman Rogers suggested to begin the review of vendors with legal counsel and to have this topic as an agenda item at the next meeting. Mr. Lange stated he would post current contracts on the website and any desired RFP form should be brought forward for discussion.

6. Correspondence and actions since the last meeting

- City Of St. Pete Beach Ordinance 2013-24 amending Chapter 66, Pensions and Retirement, to comply with changes to the Internal Revenue Code and reflect mortality table and interest rate currently used by the plan's actuary; along with correspondence by the city and the actuary that relate to the ordinance's submission to the State Division of Retirement. (Attachment "E")

Member Lange stated that Attorney Dehner prepared Ordinance 2013-24 and sent it to the City for review. The City passed Ordinance 2013-24. Mr. Lange informed the Board that he attached this document for information purposes and it requires no action from the Board.

Mr. Lange stated he would include on the next regular meeting's agenda copies of letters explaining how to distribute new contributions into investment accounts.

7. Old Business

There was Board discussion in reference to having Tyler Grumbles from Bogdahn rebalance the Board's portfolio. The Board was in agreement of informing Bogdahn about the positive review by the Board about Mr. Grumbles' presentation.

8. New Business or Discussion

In an effort to cut expenses, Member Lange suggested having Bogdahn produce an executive summary as opposed to the cost for a personal presentation at the regular meetings.

Member Lange mentioned the previous difficulty of renewing the liability insurance. Therefore, Member Lange posed a question as to whether there may be a mechanism in which the City could add the Board's liability to their own liability policy and charge the Board a fee. Member Lange suggested seeking legal counsel in regard to the suggestion. After Board discussion it was suggested to have all three boards look into this issue together and possibly have one carrier cover all three plans. Chairman Rogers directed Member Lange to put this issue on the agenda for the next meeting.

Adjourn

There being no further business to come before the Board, the meeting was adjourned at 9:50 a.m.

Attest:

Rebecca C. Haynes, City Clerk

Bob Rogers, Chairman

Minutes approved on: 1/16/2014

OCTOBER, 2012

M	T	W	T	F	S	S
	1	2	3	4	$\boxed{5}$	6
7	8	9	10	11	12	13
14	15	16	17	18	$\boxed{19}$	20
21	22	23	24	25	26	27
28	29	30	31			

The pay day on the 5th was for last two weeks in September of 2012. It was also included in calculations for 2013 which resulted in a credit in two fiscal years. Therefore, this is a double credit for one payroll period which caused the excess reimbursement.

#2

From: Sara Baumer [mailto:sara@foster-foster.com]
Sent: Tuesday, November 12, 2013 11:18 AM
To: Carl Carnes
Cc: Francine Kruthers
Subject: St. Pete Beach Police - Refunds

Carl,

It has come to our attention that there are inconsistencies between the 2013 YTD contributions reported for the Member refund calculations, and the 2013 YTD contributions reported with the Member data for valuation purposes. I've inserted a table below reporting the 13 Members that we have found these discrepancies for. As you can see, if the contributions reported with the Member data are the correct amount then all 13 of these Member have been overpaid. Please confirm whether this information is correct and if so, advise on how the Board wishes to recoup these contributions. Thanks.

Sara E. Baumer, *Actuarial Analyst*

13420 Parker Commons Blvd, Suite 104 Fort Myers, FL 33912

	Life To Date 2012	2013 per City (used for refund calculation)	2013 Actual (in valuation data)	Excess Refund
Curtin, Dennis	23,994.91	1,526.26	1,336.23	190.03
Douglas, Mark	2,518.38	1,861.29	1,649.49	211.80
Dudley, Justin	1,066.40	1,320.19	1,174.17	146.02
Goodrick, Janelle	11,505.45	1,342.83	1,193.83	149.00
Hellstern, Anthony	3,978.13	1,343.19	1,165.11	178.08
Mcauley, Sean	27,416.99	1,644.67	1,446.59	198.08
Overton, Brian	11,836.89	1,696.28	1,531.20	165.08
Scudder, Lance	2,686.78	1,502.67	1,325.16	177.51
Skeper, Timothy	3,983.38	1,440.59	1,267.84	172.75
Turner, Patrick	247.88	1,570.77	1,402.79	167.98
Weil. Robert	32,073.03	1,718.01	1,533.79	184.22
Zelinsky, Wayne	6,236.77	2,072.07	1,857.35	214.72
Apostolu, Jody	15,401.88	1,673.12	1,500.03	173.09
				$2,328.36