

**JACKSONVILLE POLICE AND FIRE
PENSION BOARD OF TRUSTEES
MEETING MINUTES – JUNE 27, 2014
RICHARD “DICK” COHEE BOARD ROOM**

NOTE: If any person decides to appeal any decision made with respect to any matter considered at this public meeting such person will need a record of proceedings, and for such purpose such person may need to ensure that a verbatim record of the proceedings is made at their own expense and that such record includes the testimony and evidence on which the appeal is based. The public meeting may be continued to a date, time, and place to be specified on the record at the meeting.

PRESENT

Walter Bussells, Chairman
Nathaniel Glover Jr., Board Secretary
Asst. Chief Bobby Deal, Police Trustee (*left after resigning position*)
Dr. Adam Herbert, Trustee
Lt. Richard Tuten III, Fire Trustee
Asst. Chief Larry Schmitt, Newly Elected Police Trustee (*once Bobby resigned, Trustee Schmitt was seated*)

STAFF

John Keane, Executive Director-Administrator
Bob Klausner, General Counsel
Joey Greive, Fund Treasurer
Debbie Manning, Executive Assistant

EXCUSED

Dan Holmes, Summit Strategies
Council Member Richard Clark, City Council Liaison
Kevin Stork, Controller

CITY REPRESENTATIVES INVITED

C. Ronald Belton, Director of Finance & Chief Financial Officer, City of Jacksonville - *absent*
Kirk Sherman, City Council Auditor - *absent*

GUESTS

Chris Hand, Administrative Aide, Office of the Mayor
Steve Amos, FOP President
Randy Wyse, Jax. Assoc. of Fire Fighters, President (*40 minutes late*)
Dennis Blankenship, FOP
Leslie Coursey, Action News Reporter

Robert Jackson, Action News Photographer
Steve Patterson, FL Times Union
Jim Piggot, WJXT
Curtis Lee

NOTE: Any person requiring a special accommodation to participate in the meeting because of disability shall contact the Executive Director-Administrator at (904) 255-7373, at least five business days in advance of the meeting to make appropriate arrangements.

CHAIRMAN BUSSELLS CALLED THE MEETING TO ORDER AT 8:35AM

A moment of silence was observed for the following deceased members:

Denise Kauffman Hughes, Active Police Detective
Frederick K. Petty, Retired Police Sergeant
Frank K. Wimpee, Retired Fire Fighter Engineer
W. Jerry Hiers Sr., Retired Fire Prevention Division Chief

The Board of Trustees recited the Pledge of Allegiance.

BEFORE WE START OUR REGULAR AGENDA, CHAIRMAN BUSSELLS INTRODUCED TRUSTEE DEAL TO MAKE AN ANNOUNCEMENT TO THE BOARD.

TRUSTEE DEAL ADDRESSED THE BOARD REGARDING HIS RETIREMENT. HIS LAST DAY IS JULY 4TH. HE'S GOING OUT WITH A BANG, WITH A CITY FIREWORKS DISPLAY. THE PENSION BOARD HAS A TENATIVE AGREEMENT WITH THE CITY THAT THE BOARD IS TAKING UNDER REVIEW WITH CITY COUNCIL. TRUSTEE DEAL IS RESIGNING FROM THE BOARD EFFECTIVE THIS MORNING.

HE WAS FIRST ELECTED TO THE BOARD IN 1989, AND WAS CONTINUALLY RE-ELECTED. IN ALL SINCERITY, THERE IS NO MORE OF A NOBLE CAUSE. THE PEOPLE HE'S WORKED WITH ON THIS BOARD OVER THE YEARS, VOLUNTEERING THEIR TIME, TALENTS, AND SERVICE HAVE HAD NOTHING BUT THE COMMUNITY AND FIDUCIARY BEST INTEREST AT HEART FOR OUR 5000 MEMBERS. IT'S BEEN A GREAT JOURNEY, HE HATES TO SEE THIS COME TO AN END AT THIS POINT IN HIS CAREER AND LIFE.

WE ARE ON COURSE TO RESOLVE THIS PENDING PENSION ISSUE AND MOVE ON. BOBBY COMMENDED CHAIRMAN BUSSELLS AND TRUSTEE HERBERT WHO CAME ON THE BOARD AT A TOUGH TIME AND HAVE WEATHERED THE STORM WITH INTEGRITY. TRUSTEE GLOVER HAS TACKLED MULTIPLE JOBS FOR A LONG TIME AND NEVER FORGOT WHERE HE CAME FROM AND HOW IMPORTANT PENSIONS ARE. THE SEVEN PEOPLE ON THIS STAFF WHO RUN

THIS PENSION FUND FOR 5000 MEMBERS, AND A 1.5 BILLION DOLLAR PENSION FUND, HAVE DONE A TREMENDOUS JOB TO MAKE SURE WE CAN FULLFIL OUR ROLE TO THE MEMBERS. BOBBY RESPECTS AND ADMIRES THEM. ALL THE BEST.

CHAIRMAN BUSSELLS SAID BOBBY IS HEADING ON TO HIGHER AND GREATER SERVICE. WE DON'T KNOW WHAT IT'S GOING TO BE, BUT BOBBY HAS A LOT LEFT TO GIVE. THANKS FOR HIS OUTSTANDING SERVICE. HIS RETIREMENT IS JUST THE BEGINNING FOR BOBBY'S NEW CAREER.

APPLAUSE FROM EVERYONE AT THE MEETING.

BOBBY DEAL THANKED EVERYONE. HE RECRUITED LARRY SCHMITT TO RUN FOR THE PENSION ADVISORY COMMITTEE. LARRY HAS ATTENDED BOARD MEETINGS FOR THE LAST YEAR AND HALF ALONG WITH PENSION REFORM MEETINGS. HE WAS ELECTED TO THE BOARD BY POLICE OFFICERS. BOBBY FEELS LARRY HAS A PASSION AS HE DOES. TRUSTEE SCHMITT WAS SEATED TO REPLACE BOBBY AT THE MEETING. BOBBY THANKED EACH AND EVERYONE AND LEFT THE MEETING. GOD BLESS YA'LL.

PUBLIC SPEAKING PERIOD

NO REQUESTED SPEAKERS. PUBLIC SPEAKING PERIOD CLOSED.

TRUSTEE ELECTION RESULTS - *confirmation*

THE BOARD RECOGNIZED ASSISTANT CHIEF LARRY SCHMITT AS THE NEW POLICE TRUSTEE AS PRESIOUSLY STATED BY TRUSTEE DEAL

CONSENT AGENDA - ITEMS 2014-06-(1-10)CA

2014-06-1CA MINUTES TO BE APPROVED

1. Minutes of the Closed Attorney/Client meeting held May 5, 2014. Copy held in the meeting file.
2. Minutes of the Board meeting held May 16, 2014. Copy held in the meeting file.
3. Minutes of the Special Board meeting held May 27, 2014. Copy held in the meeting file.

2014-06-2CA DISBURSEMENTS

The listed expenditures have been reviewed and deemed payable. The Police and Fire Pension Fund Controller certifies that they are proper and in compliance with the appropriated budget.

DISBURSEMENTS A

1.	John Keane	\$	698.74
2.	Klausner, Kaufman, Jensen & Levinson	\$	46,674.18
3.	Dr. Scott Baker	\$	150.00
4.	Acadian Asset Management LLC	\$	95,394.00
5.	Avera & Smith LLP	\$	23,775.16
6.	Lowenstein Sandler LLP	\$	288.00
7.	Pension Board Consultants	\$	8,000.00

TOTAL **\$ 174,980.08**

DISBURSEMENTS B

Transaction list of Accounts Payable distributions. (\$ 37,798.77)

2014-06-3CA PENSION DISTRIBUTIONS

A.	May 23, 2014	Regular Gross	\$4,239,318.81
		Regular Lumpsum	\$ 1,384.40
		Regular DROP Gross	\$ 786,718.67
		DROP Lumpsum	\$ 244,570.30
		DROP Rollover	\$ 0.00

TOTAL **\$5,271,992.18**

B.	June 6, 2014	Regular Gross	\$4,237,206.16
		Regular Lumpsum	\$ 0.00
		Regular DROP Gross	\$ 787,550.50
		DROP Lumpsum	\$ 62,500.00
		DROP Rollover	\$ 0.00

TOTAL **\$5,087,256.66**

C.	June 20, 2014	Regular Gross	\$4,246,256.32
		Regular Lumpsum	\$ 19,782.23
		Regular DROP Gross	\$ 789,415.15
		DROP Lumpsum	\$ 208,891.99
		DROP Rollover	\$ 150,022.77

TOTAL

\$5,414,368.46

ALL CALCULATIONS AND DOLLAR AMOUNTS HAVE BEEN AUDITED IN ACCORDANCE WITH ACCEPTED PROCEDURES.

2014-06-4CA TIME CONNECTIONS

1. **ACORD, Timothy L.**, Prior Florida Service (7 days).
2. **BAILEY, Jeffery S.**, Prior Wartime Military Service (9 mths, 4 days).
3. **BOWERS, Bobby F.**, Prior Wartime Military Service (1 yr., 4 mths).
4. **BUCHANAN, Johnnie L.**, Prior Wartime Military Service (2 yrs.).
5. **HYSLER, John P.**, Prior Wartime Military Service (10 mths., 18 days).
6. **PAYNE, James**, Prior Wartime Military Service (1 yr.).
7. **TAYLOR JR., Harold G.**, Prior Wartime Military Service (2 yrs.).
8. **TAYLOR JR., Harold G.**, Prior Duval Service (2 yrs., 8 mths., 11 days).
9. **VALLIERE, Matthew**, Prior Florida Service (2 mths.).
10. **WHITE, Jeffery S.**, Prior Wartime Military Service (1 yr., 9 mths., 4 days).
11. **WYSE, Randall W.**, Prior Duval County Service (1 mth.).

2014-06-5CA REFUND OF PENSION CONTRIBUTIONS

1. **CROWLEY, Sean W.**, resignation/termination on June 23, 2014, will be issued a refund of his pension contributions. Police Officer
2. **WALTHOUR JR., Leotha**, resignation/termination on June 6, 2014, will be issued a refund of his pension contributions. Fire Fighter

2014-06-6CA APPLICATION FOR VESTED RETIREMENT

1. **FERRARO, Andrew P.**, date of vesting May 30, 2014, to be placed on pension May 3, 2024. Police Officer
2. **PACE, Arin R.**, date of vesting May 23, 2014, to be placed on pension

August 11, 2023. Fire Fighter Engineer

3. **STILLWAGON, Chad D.**, date of vesting May 13, 2014, to be placed on pension June 26, 2026. Police Officer

2014-06-7CA APPLICATION FOR SURVIVOR'S BENEFITS

1. **HIERS, Jane H.**, widow of William "Jerry" Hiers Sr. who died May 26, 2014.
2. **PENNINGTON, Jackye**, widow of Robert L. Pennington who died May 2, 2014.

2014-06-8CA APPLICATION FOR DROP

1.	ACORD, Timothy L.	Police	
2.	BRANNON JR., Daniel E.	Police	
3.	BUJEDA, James A.	Police	
4.	CONANT JR., Thomas L.	Police	
5.	CROSBY, Christopher P.	Police	
6.	DAVIS, King R.	Fire	
7.	DIX, Kevin M.	Fire	
8.	FORD, Charles H.	Police	<i>withdrew</i>
9.	GRANGER III, William S.	Fire	
10.	HODGE III, Clarence	Fire	
11.	HOPSON I, Tommy E.	Police	
12.	JOHNSON, Russell L.	Police	
13.	KEYS, Mark W.	Fire	
14.	KICKLIGHTER, Lesa A.	Police	
15.	LENDVAY, Ronald L.	Police	
16.	LEWIS, Roger H.	Fire	
17.	LUTZEN, Raymond P.	Fire	
18.	MATTHEWS, Emmett L.	Police	
19.	MESH, Kevin J.	Police	
20.	MITCHELL, Derrick D.	Police	
21.	POWELL, Donald W.	Fire	
22.	REAGOR, Charles E.	Police	
23.	SCOTT JR., Elroy M.	Fire	
24.	SMITH, Howard M.	Police	
25.	STAFFORD JR., Timothy E.	Police	
26.	STEVENS, Heather R.	Police	
27.	SULLIVAN, Edward R.	Police	
28.	TURBEVILLE, Thomas T.	Police	
29.	WILSON, Kurtis R.	Fire	

30.	WILSON, Nancy C.	Police
31.	YUL, Daniel S.	Police

2014-06-9CA DROP PARTICIPANT TERMINATION OF EMPLOYMENT

1. **COOK, Robert W.**, DROP commencement date of October 25, 2013, termination of employment effective date June 20, 2014. Police Officer
2. **HENSLEY, Kevin W.**, DROP commencement date of July 24, 2009, termination of employment effective date May 23, 2014. Police Sergeant
3. **HICKS, Wayne S.**, DROP commencement date of April 27, 2012, termination of employment effective June 6, 2014. Fire Fighter Engineer
4. **LOCKETT, FARAND R.**, DROP commencement date of April 16, 2010, termination of employment June 6, 2014. Police Sergeant
5. **MERICLE, Robert A.**, DROP commencement date of July 22, 2011, termination of employment effective June 6, 2014. Fire Captain
6. **REINHARD, Thomas S.**, DROP commencement date of July 24, 2009, termination of employment effective June 6, 2014. Police Officer
7. **SMITH, John G.**, DROP commencement date of October 28, 2011, termination of employment effective May 30, 2014. Fire Fighter

2014-06-10CA DROP DISTRIBUTIONS

1. **COOK, Robert W.**, the entire balance his DROP account paid to him lump sum.
2. **HENSLEY, Kevin W.**, a portion of his DROP account paid in a lump sum; the DROP balance paid to him bi-weekly over the next 36 years.
3. **HICKS, Wayne S.**, a portion of his DROP account paid in a lump sum; the DROP balance paid to him bi-weekly over the next 39.8 years.
4. **LOCKETT, Farand R.**, a portion of his DROP account paid Directly to Entrust Group Inc.; the DROP balance paid to him bi-weekly over the next 37.9 years.
5. **MERICLE, Robert A.**, the entire balance of his DROP account paid to him lump sum.

6. **REINHARD, Thomas S.**, the entire value of his DROP account paid to him bi-weekly over the next 25 years.
7. **SMITH, John G.**, a portion of his DROP account paid in a lump sum; the DROP balance paid to him bi-weekly over the next 20 years.

CHAIRMAN BUSSELLS ASKED IF THERE WERE ANY QUESTIONS OR COMMENTS REGARDING THE CONSENT AGENDA.

MOTION TO APPROVE THE CONSENT AGENDA ITEMS 2014-06-(1-10)CA WAS MADE BY TRUSTEE TUTEN, SECONDED BY TRUSTEE GLOVER. VOTE WAS UNANIMOUS.

OLD BUSINESS

2012-06-13 2013/2014 Budget – May, 2014 review - *attachment*

RECEIVED AS INFORMATION

NEW BUSINESS – ITEMS 2014-06-(1-11)

2014-06-1 FY2014/2015 Budget – *attachment*

JOHN STATED UNDER THE TERMS OF THE SETTLEMENT AGREEMENT WE HAVE TO FILE WITH CITY COUNCIL BY JUNE 30TH. KEVIN HAD PREVIOUSLY BRIEFED THE BOARD ON SOME OF THE TRENDS IN THIS BUDGET. THE MAIN INCREASE IS FOR INVESTMENT MANAGER FEES. DUE TO THE STRONG GROWTH OF THE MARKET, ANOTHER INCREASE IS IN INTERNAL SERVICE CHARGES. THE REST OF THE BUDGET IS RELATIVELY FLAT. WE RECOMMEND APPROVAL TO THE BOARD FOR FILING WITH CITY COUNCIL.

MOTION MADE BY TRUSTEE GLOVER TO APPROVE THE FY2014/2015 BUDGET, SECONDED BY TRUSTEE HERBERT. VOTE WAS UNANIMOUS.

2014-06-2 Actuarial Impact Statement – Pension Board Consultants – *attachment*

JOHN STATED THIS IS IN REFERENCE TO ORDINANCE 2014-386. THE IMPACT FOR NEW HIRES IS SHOWN AT THE BOTTOM OF PAGE ONE. IT SHOWS A REDUCTION IN COST FOR THE NEW EMPLOYEES. THEN ON PAGE TWO, ARE CHANGES IMPACTING OUR CURRENT EMPLOYEES AND THE ESTIMATED VALUE OF THE SAVINGS.

CHAIRMAN BUSSELLS ASKED JOHN IF THIS IS REQUIRED BY STATE LAW WHEN CHANGES ARE BEING CONTEMPLATED, SO THIS SATISFIES THE STATE REQUIREMENTS?

PER KLAUSNER, THIS DOES SATISFY THE REQUIREMENTS STATED BY ARTICLE 10, SECTION 14 OF THE STATE CONSTITUTION. SECTION 112.63 OF THE FLORIDA STATUTES.

JOHN WAS ASKED BY CHAIRMAN BUSSELLS TO SUMMARIZE THE REPORT FOR THE BOARD, WHICH HE DID. AFTER WE ACT ON THIS TODAY, THE REPORT WILL BE FILED WITH THE CITY COUNCIL.

MOTION WAS MADE BY TRUSTEE GLOVER TO APPROVE THE ACTUARIAL IMPACT STATEMENT AND IT'S FILING WITH CITY COUNCIL, SECONDED BY TRUSTEE HERBERT. VOTE WAS UNANIMOUS.

2014-06-3 Ordinance 2014-386 – *attachment*

JOHN ADVISED THE ACTUAL ORDINANCE IS 57 PAGES IN LENGTH. THERE IS A 21 PAGE ADDENDUM FOR AMENDMENTS TO THE SETTLEMENT AGREEMENT FOLLOWED BY THE ACTUARIAL ANALYSIS PERFORMED FOR THE CITY BY MILLIMAN ACTUARIAL FIRM.

TRUSTEE HERBERT ASKED IF THIS REFLECTED THE AGREEMENT REACHED BETWEEN JOHN AND MAYOR? JOHN STATED YES.

CHAIRMAN ASKED IF THE MILLIMAN CONCLUSION WAS CONSISTENT WITH THAT OF OUR ACTUARY REPORT WE OBTAINED? ACCORDING TO JOHN, IN THE ACTUARIAL PROFESSION, THEY HAVE A RANGE TO AGREE OR DISAGREE ON. BOTH OF THE ACTUARIAL FIRMS CONCLUDED THAT THE RESULTS WERE WITHIN THE ACCEPTABLE RANGE. THIS NEW AGREEMENT REFLECTS THE LONG TIME SAVINGS.

CHAIRMAN BUSSELLS ASKED IF JOEY GREIVE HAD ANY INSIGHTS INTO THE MILLIMAN ACTUARIAL REPORT. JOEY CONFIRMED HE WAS VERY INVOLVED IN THE MILLIMAN REPORT. HE CONFIRMED THE ACTUARIES DO HAVE A RANGE OF REASONABLENESS AND THEY WORKED TOGETHER. ANY DISPUTES WERE RESOLVED. THE ACTUARIAL IMPACT STATEMENT WE OBTAINED, HAS NOT BEEN SIGNED OFF ON AS YET BY JOEY'S OFFICE, BUT ONCE SUBMITTED, THEY WILL REVIEW. WE NEED TO FILE WITH CITY COUNCIL.

TRUSTEE GLOVER ASKED KLAUSNER IF HE HAD ANY COMMENTS OR LEGAL ISSUES. KLAUSNER ASKED BOARD MEMBERS TO ASK QUESTIONS ABOUT THE TENTATIVE SETTLEMENT AGREEMENT AND THE ORDINANCE. IT'S

IMPORTANT THAT EVERYONE IS CLEAR ON THEIR UNDERSTANDING TO YOUR SATISFACTION.

CHANGED THE TIME FRAME OF THE CURRENT RESTATED SETTLEMENT AGREEMENT. ESSENTIALLY, THE ECONOMIC PORTIONS RUN THRU 2024. THE GOVERNANCE AND STRUCTURAL PROVISIONS, WHICH IS HOW THE BOARD IS STRUCTURED AND OPERATES, UNCHANGED PENSION BENEFITS, AND EVERYTHING ELSE THAT WASN'T SPECIFICALLY DISCUSSED, RUNS THRU 2030.

KLAUSNER SAID THIS IS NOT A NEW AGREEMENT. IT'S THE FOURTH AMENDMENT TO AN AGREEMENT WE'VE HAD WITH THE CITY SINCE THE 90'S. IT WILL BE ENFORCED THRU A CONSENT JUDGEMENT, BECAUSE THERE IS CURRENTLY PENDING LITIGATION FILED BY MEMBERS.

YOU CANNOT APPROVE THE AGREEMENT YET BECAUSE, THE MAYOR HAS DONE WHAT HE CAN DO. HE HAS AGREED HE WILL BUDGET THE MONEY, HOWEVER, HE CAN'T APPROPRIATE IT. THAT'S A CRITICAL ELEMENT. THE COUNCIL MUST AGREE TO THIS. SO THAT'S WHY IT'S APPROPRIATE TODAY THAT THE BOARD IS JUST DISCUSSING, CONSIDERING AND INQUIRING ABOUT THIS AGREEMENT AS OPPOSED TO VOTING TO APPROVE THE AGREEMENT. THE COUNCIL WILL PROBABLY OFFER AMENDMENTS TO THE AGREEMENT, AND COME BACK TO THE BOARD TO VOTE ON.

CHAIRMAN BUSSELLS COMMENDS THE ADMINISTRATION FOR THE SPEED WITH WHICH THEY HAVE BEEN ABLE TO PRODUCE THE LEGISLATION GIVEN THE ENORMOUS COMPLEXITY OF THE SUBJECT. MAKE SURE THE BOARD MEMBERS HAVE READ THE ORDINANCE COMPLETELY, AND THIS REFLECTS WITHOUT AMBIGUITY WHAT WAS AGREED TO AT THE TABLE DURING THE NEGOTIATION SESSIONS.

KLAUSNER, SAID THE TRUSTEES SHOULD CAREFULLY READ THE ORDINANCE, AND IF YOU HAVE QUESTIONS BEFORE YOU TAKE A FINAL VOTE, THAT'S THE TIME TO ASK THE QUESTIONS. EVERYONE MAY INTERPRET THE WORDING DIFFERENTLY. THE TRUSTEES HAVE TO BE SATISFIED IN YOUR MIND. COMMUNICATE WITH KLAUSNER DIRECTLY REGARDING YOUR INDIVIDUAL QUESTIONS.

BEING NEW TO THE BOARD, TRUSTEE SCHMITT ASKED IF THIS WAS THE ORDINANCE INTRODUCED BY THE CITY COUNCIL? KLAUSNER CONFIRMED. KLAUSNER SAID THIS DOCUMENT IS THE TENTATIVE AGREEMENT THAT WAS DISCUSSED IN THE PUBLIC MEETINGS AT CITY HALL, AND DRAFTED BY THE MODERATOR. THE ORDINANCE IS INTENDED TO BE THE IMPLEMENTING DOCUMENT. THE ORDINANCE ALSO PRESERVES AS UNCHANGED, ANY

ASPECT OF THE EXISTING 30 YEAR AGREEMENT THAT WAS NOT TOUCHED UPON IN THE DISCUSSIONS.

CHAIRMAN BUSSELLS REVIEWED THE PAST YEAR IN THE COMPREHENSIVE PENSION REFORM PROCESS. I THINK IT WOULD BE USEFUL AND APPROPRIATE FOR US TO AFFIRM AGAIN THAT WHAT JOHN INTRODUCED AND NEGOTIATED AT THE TABLE, HAS NOW BEEN INTRODUCED AND WOULD BE ACCEPTABLE TO US SUBJECT TO ANY AMBIGUITY BEING CLARIFIED, WERE IT BE APPROVED BY THE MAJORITY OF THE CITY COUNCIL AS INTRODUCED. IT WOULD BE USEFUL THAT THE BOARD NEEDS TO INDICATE THAT WHATS BEEN INTRODUCED BY THE ADMINISTRATION, BASED ON NEGOTIATIONS, WOULD FIND SUPPORT.

KLAUSNER WOULD ADD ONE POINT. REMEMBER, WE CURRENTLY HAVE AN AGREEMENT WITH THE CITY WHICH IS EMBODIED BY A SERIES OF ORDINANCES, AND THE COUNCIL'S ABILITY AMEND WHAT WAS DISCUSSED, IS DEPENDENT UPON THE CURRENT AGREEMENT. ANY CHANGE THAT THE COUNCIL MAY CHOOSE TO MAKE, THEY HAVE TO COME BACK TO THE BOARD. THERE COULD BE AMENDMENTS. CHAIRMAN BUSSELLS HAS CORRECTLY STATED.

CHAIRMAN BUSSELLS STATED LETS HAVE FURTHER DISCUSSION BY THE BOARD. HE WANTS TO BE SURE THE BOARD DOES NOT APPEAR TO BE BLOCKING THE PROCESS. WE WANT COMPREHENSIVE PENSION REFORM.

TRUSTEE TUTEN ASKED KLAUSNER, TRUSTEE TUTEN HAS READ THE ORDINANCE. THERE ARE QUESTIONS HE'S GETTING FROM THE MEMBERS AS FAR AS CERTAIN ISSUES WHICH TRUSTEE SCHMITT MAY ALSO GET FROM MEMBERS. ARE WE ALLOWED TO CALL A WORKSHOP TO DISCUSS THE ORDINANCE FURTHER AMONGST OURSELVES TO GET A BETTER UNDERSTANDING FOR OUR MEMBERS? KLAUSNER STATED YOU CAN DO THIS AS A WORKSHOP IN A PUBLIC SETTING.

TRUSTEE HERBERT STATED HIS VIEW IS THAT WE WERE VERY CLEAR UP FRONT AS THESE DISCUSSIONS TOOK PLACE, THAT THERE WERE CERTAIN THINGS THIS BOARD FELT STRONGLY ABOUT. WE PROVIDED GUIDANCE TO JOHN KEANE AS TO WHAT WE WANTED TO SEE HAPPEN. JOHN ENTERED INTO GOOD FAITH NEGOTIATIONS WITH THE MAYOR. THERE WERE SUBSEQUENT CONVERSATIONS. THE BOARD HAS FIDUCIARY OBLIGATIONS TO OUR MEMBERS. THE AGREEMENT THAT WAS WORKED OUT, IS CONSISTENT WITH WHAT WE FELT WAS IMPORTANT FOR OUR MEMBERS. IT CLEARLY REFLECTED SHARED SACRIFICE. WE HAVE CLEARLY COME UP WITH A PLAN TO DEAL WITH UNFUNDED LIABILITY. TRUSTEE HERBERT'S VIEW IS THAT THE BOARD SHOULD GO AHEAD AND SAY TO THE CITY COUNCIL THAT WE ARE IN AGREEMENT WITH WHAT HAS BEEN NEGOTIATED.

THE CITY COUNCIL STILL HAS THE PEROGATIVE TO COME BACK AND MAKE SOME PROPOSALS TO US FOR CHANGES, BUT THERE IS TOO MUCH AT STAKE FOR US TO PROCRASTINATE ON THIS, OR TO BACK AWAY FROM AN AGREEMENT THAT IN HIS VIEW, IS CLEARLY IN THE BEST INTEREST OF OUR MEMBERSHIP. TRUSTEE HERBERTS ADVISED THAT WE ARE COMFORTABLE WITH THIS AGREEMENT. WE HAVE THE ACTUARIAL STUDY THAT REINFORCES THE FACT THAT THIS IS APPROPRIATE. THEN LET THE COUNCIL TAKE WHATEVER ACTION IT FEELS IS APPROPRIATE. IF THEY DON'T AGREE, THEY WANT TO MAKE CHANGES, THEY CAN COME BACK.

THE COUNCIL HAS TO UNDERSTAND THAT WE HAVE MADE A COMMITMENT TO HELP THEM DURING THAT FIRST YEAR AND HALF WITH OUR 60 MILLION CONTRIBUTION. IN HIS VIEW THIS IS A WIN-WIN PROPOSITION FOR OUR MEMBERS AND FOR THE CITY. IF WE WAIVER, IT COULD BE WORSE FOR OUR MEMBERS. TRUSTEE HERBERTS ADVICE WOULD BE TO INDICATE THAT THE BOARD DOES CONCUR WITH THE AGREEMENT THAT WAS NEGOTIATED, AND GIVE THE COUNCIL THE OPPORTUNITY TO DO WHATEVER IT'S WILL IS, RECOGNIZING THAT WE MAY OR MAY NOT AGREE WITH THAT.

TRUSTEE TUTEN SAID LIKE WITH ANY NEGOTIATION, THAT WAS DEPENDENT UPON THE CITY COMING BACK TO THE BOARD FOR REVIEW. TRUSTEE TUTEN HAS READ EVERYTHING WORD FOR WORD. HE HAS NO PROBLEM TALKING WITH HIS MEMBERS REGARDING THEIR CONCERNS. THE DEADLINE OF 2024 CREATES A LEVEL OF UNCERTAINTY TO OUR MEMBERS. WE HAVE A CONTRACT THAT'S GOOD UNTIL 2030. WHY NOT LEAVE THAT IN PLACE SO OUR MEMBERS HAVE A SENSE OF SECURITY IN PLACE SO THEY DON'T HAVE TO WORRY ABOUT 20 YEARS DOWN THE LINE. UNTIL WE KNOW THAT THIS IS WHAT WE WANT RIGHT NOW, WE NEED TO INSPECT THIS.

TRUSTEE HERBERT RESPONDED THAT WE SHOULD HAVE HAD THAT CONVERSATION AT THE BOARD MEETING BEFORE WE SENT JOHN OVER TO NEGOTIATE. WHAT YOU'RE ASKING IS FOR US TO BACK AWAY FROM THE DEAL AND START THE NEGOTIATION OVER AGAIN.

TRUSTEE TUTEN DOESN'T WANT TO THROW OUT THE DEAL, JUST MAKE SOME CHANGES. THE TIME FRAME IS THE BIGGEST CATCH. THE BOARD IS RESPONSIBLE TO MAKE SURE THAT THIS IS WHAT NEEDS TO BE DONE.

TRUSTEE HERBERT SAID WHEN THEY WENT BACK TO THE TABLE, THAT THAT ISSUE WASN'T RAISED. HE'S CONCERNED THAT IF WE PRESENT THIS ISSUE NOW, THE CITY COULD COME BACK WITH ANOTHER ISSUE, AND MORE NEGOTIATIONS. THIS IS IN THE OVERALL BEST INTEREST OF OUR MEMBERSHIP AND WE'RE BETTER OFF GOING AHEAD APPROVING WHAT HAS BEEN NEGOTIATED, AND SEE WHAT HAPPENS WITH REGARD TO COUNCIL.

TRUSTEE GLOVER SAID EARLIER, IF WE KEEP DRAGGING THIS OUT, IT'S JUST CAUSING PROBLEMS, AND IT'S ALSO EXAGGERATING THE PANIC OUT THERE. THIS IS SOMETHING THAT IS PAINFUL FOR ALL OF US. WE DID GIVE JOHN CLEAR CAREFUL DIRECTIONS.

TRUSTEE SCHMITT SAID FOR HIM, IT'S NOT A MATTER OF CHANGING WHAT WE HAVE TO CONTINUE ON WITH THIS TO GET IT DONE. HE'S STILL TRYING TO UNDERSTAND WHAT THAT 2024 AGREEMENT MEANS. WHAT DOES HAPPEN IN 2024? WHAT HAPPENS TO THOSE MEMBERS THAT ARE GOING INTO THIS AGREEMENT, AND NOW IT'S 2024, WHAT DOES THAT MEAN FOR THEM? THAT'S THE BIGGEST QUESTIONS HE'S GETTING. BEFORE WE GO FORWARD, WHAT DOES THIS IMPACT HAVE?

CHAIRMAN BUSSELLS SAID TRUSTEE TUTEN HAS RAISED A VERY SIGNIFICANT ISSUE. HE HEARD TRUSTEE TUTEN STATE THAT AT LEAST ONE OR MORE SIGNIFICANT ISSUES THAT WERE NEGOTIATED, TUTEN WOULD NOT BE ABLE TO SUPPORT WHEN THIS DOES COME TO A VOTE. THIS IS AN ISSUE WE MUST RESOLVE RIGHT NOW. DIRECTED TO KLAUSNER IF THERE IS A RESOLUTION NECESSARY WITHOUT VIOLATING THE PROCESS.

JOHN KEANE STATED WE COULD DRAW UP A RESOLUTION TO THE CITY COUNCIL SAYING THE BOARD HAS FORMALLY RECEIVED THE ORDINANCE TODAY, WITH THE BACKUP MATERIAL, AND THE ACTUARIAL IMPACT STATEMENT PREPARED BY THE FUND ACTUARY. WHILE THE BOARD IS GENERALLY IN SUPPORT OF THE ORDINANCE, THERE ARE SOME QUESTIONS WE STILL HAVE BEFORE THE BOARD, SO THEY WILL KNOW FROM THE RESOLUTION THAT WE HAVE OTHER ISSUES THAT NEED TO BE ADDRESSED.

KLAUSNER STATED THAT THE 2024 IS REALLY TIED TO FUNDING ARRANGEMENTS, WHERE THE BOARD PUTS UP MONEY AND THE CITY PUTS UP MONEY. ACTUARIALLY, THAT DATE WAS CHOSEN BECAUSE IT'S GOING TO TAKE ABOUT TEN YEARS TO CONTRIBUTE OUR ADDITIONAL CHAPTER MONEY AND THE CITY IS GOING TO PUT IN 40 MILLION A YEAR FOR THE TEN YEARS, TO BRING THE FUND LEVEL TO WHAT WAS DEEMED THE TARGET ACCEPTABLE LEVEL AT 80%. NOTHING HAPPENS. NO BENEFITS CHANGE IN 2024. REMEMBER WE ARE DISCUSSING AN AMENDMENT TO THE BOARD'S AGREEMENT. ALL ALONG THIS PROCESS, THE CITY AND UNIONS CAN DO WHATEVER THEY WANT. IT CAN'T AFFECT THE FUNDING AND STRUCTURE BETWEEN THE BOARD AND THE CITY. OUR NEGOTIATIONS ARE NOT COLLECTIVE BARGAINING. IN 2024, WE WILL HAVE COMPLETED THE BOARD FUNDING, THE FUNDS OBLIGATION TO PUT UP CHAPTER MONEY STOPS, AND GOES BACK TO THE FUND. THE CITY'S OBLIGATION ENDS IN 2024. THE STRUCTURE OF THE BOARD IS NOT GOING TO CHANGE. BENEFITS TO THE MEMBERS IS NOT GOING TO CHANGE. THE UNIONS AND THE CITY CAN DO WHAT THEY WANT FOR COLLECTIVE BARGAINING. WHAT THE CITY DID SAY

IS THAT FOR THE NEXT TEN YEARS, THEY WILL NOT USE THEIR POWER TO ACT UNILATERALLY.

TRUSTEE SCHMITT SAID THEN WHY ISN'T THIS CALLED AN AMENDMENT TO THE 2030 AGREEMENT INSTEAD OF A 2014 AGREEMENT? KLAUSNER SAID IT IS. LOOK AT THE ORDINANCE ON PAGE 20 OF 21, PARAGRAPH E, OF THE ORDINANCE, IT STATES THAT THE PROVISIONS HEREIN AMEND AND RESTATE THE TERMS OF THE POLICE AND FIRE PENSION PLAN WHICH IS THE 2000 AGREEMENT. THAT'S ALSO REFLECTED IN THE ORDINANCE ON PAGE 56, SECTION 9, SAVINGS CLAUSE. TRUSTEE SCHMITT STATES THAT WHERE THE CONFUSION IS COMING FROM OUR MEMBERS IS BECAUSE IT REPEATEDLY SAYS THE 2014 AGREEMENT, AND REALLY IT IS AN AMENDMENT TO THE 2030 AGREEMENT. DO WE STILL HAVE THE 2030 AGREEMENT OR DOES IT NOW END IN 2024?

KLAUSNER SAID THAT IS BECAUSE CERTAIN ASPECTS OF THE 2000 AGREEMENT, WHICH IS AN AMENDMENT TO THE 1990 AGREEMENT, HAVE CHANGED. THE ASPECTS OF IT ARE THE ADDITIONAL FUNDING. ALSO, WE WILL HAVE A NEW TIER OF BENEFITS FOR NEW HIRES THAT IS NOT CURRENTLY PROVIDED FOR IN THE AGREEMENT THAT WOULD END IN 2030. KLAUSNER SAYS THAT'S WHY THE BOARD HAS TO BE SATISFIED WITH THE LANGUAGE.

TRUSTEE HERBERT ASKED WHY ALL OF THIS WASN'T DISCUSSED IN THE SECOND MEETING? KLAUSNER THOUGHT IT WAS HOWEVER, EVERYONE'S INTERPRETATION IS NOT THE SAME.

TRUSTEE TUTEN SAID HE THINKS THE BIGGEST CONCERN WITH THE MEMBERS IS SIMPLY THAT WHEN THIS 2024 DEAL EXPIRES, THE UNIONS WILL NEGOTIATE WITH THE CITY FOR NEW PENSION BENEFITS. PEOPLE ON THE JOB RIGHT NOW, THEIR BIGGEST FEAR IS THEY ARE NOT COVERED UNTIL 2030. UNCERTAIN ABOUT THEIR FUTURE.

TRUSTEE GLOVER FEELS THE SAME THING TRUSTEE TUTEN IS TALKING ABOUT, THE UNCERTAINTY. THAT'S WHY WE NEED TO GET THIS DEAL DONE. WE NEED TO DO THIS IN A WAY, SO THAT IN RETROSPECT WE'RE PROUD OF WHAT WE NEGOTIATED.

CHAIRMAN BUSSELLS SAID AS FIDUCIARIES, IT SOUNDS LIKE SOME OF THE ELEMENTS OF THE COMPREHENSIVE PENSION REFORM THAT JOHN NEGOTIATED, MAY NOW BE WITHDRAWN BY SOME OF OUR TRUSTEES BASED ON FEEDBACK BY SOME MEMBERS. IT SEEMS, THAT WE SHOULD MAKE THIS KNOWN TO CITY COUNCIL, AND NOT LET THEM CONTINUE TO WORK AND THEN HAVE US REJECT IT. THIS NEEDS TO BE ADDRESSED NOW, IF THAT IS WHERE WE ARE. DEFINITIVE ACTION IS NEEDED.

TRUSTEE TUTEN SAYS EVEN THOUGH WE NEGOTIATED, TRUTHFULLY UNTIL YOU SEE THE FINAL PRODUCT, THE MEMBERS COULDN'T VOICE THEIR OPINION. THIS IMPACTS THE MEMBERS. THIS IS NOT WRITTEN THE WAY IT IS AND TRUSTEE TUTEN HAS TO REPRESENT THE MEMBERS.

KLAUSNER HAS A SUGGESTION. WHAT APPEARS TO BE THE CONCERNS EXPRESSED BY TRUSTEE TUTEN AND TRUSTEE SCHMITT, IS LESS ABOUT THE CONTENT OF WHAT IS REPRESENTED MEANING THE TERMS AND THE TITLEMENT. CHAIRMAN BUSSELLS SAYS HE'S NOT SURE HE HEARD THAT. KLAUSNER IS TAKING FROM WHAT TRUSTEE SCHMITT SAID, WHY DOES IT SAY 2014 AGREEMENT? WELL, IF YOU READ INTO THE DOCUMENT, IT SAYS IT'S THE FOURTH AGREEMENT TO THE 30 YEAR AGREEMENT AND CERTAIN TERMS WILL BE SATISFIED BY 2024, AND THE REST OF THE TERM WILL GO TO 2030. KLAUSNER SAID WE COULD PROBABLY TITLE THIS MORE CLEARLY.

TRUSTEE HERBERT SAYS IT SOUNDS LIKE THIS IS AN EDUCATION ISSUE THAT KLAUSNER COULD HELP US WITH. TO HELP THE MEMBERS, POLICE AND FIRE, UNDERSTAND BETTER. TRUSTEE HERBERT'S MOTION IS THAT THIS BOARD GOES ON RECORD INDICATING THAT WE ARE IN AGREEMENT WITH THE DRAFT AGREEMENT THAT HAS BEEN NEGOTIATED AND THAT MOTION BE MADE TO CITY COUNCIL. SECONDED BY TRUSTEE GLOVER SO WE CAN OPEN UP FOR DISCUSSION.

TRUSTEE SCHMITT CLARIFIED THAT HE IS IN NO WAY INDICATING THAT THE NEGOTIATIONS DIDN'T GO THE WAY THEY SHOULD. HIS ONLY ISSUE IS THAT HE'S NOT EXACTLY SURE WHAT IT SAYS. THAT'S THE CONFUSION THE MEMBERS ARE BRINGING TO HIM. TRUSTEE SCHMITT IS ASKING FOR CLARIFICATION.

CHAIRMAN BUSSELLS SAYS WE ARE DISCUSSING. THIS ISSUE IS NOT MATHMATICS. WHILE WE ARE IN DISCUSSION MODE, IF WE COULD GET AN INDICATION, IF ANYONE IS HAVING SOME RESERVATION ABOUT ANY OF THESE?

JOHN KEANE SAID THERE ARE TWO THINGS WE COULD DO AT THIS POINT. APPROVE THE ACTUARIAL IMPACT STATEMENT THAT WE WILL SEND TO CITY COUNCIL. (CHAIRMAN BUSSELLS SAID WE DID THAT ALREADY). THERE ARE SOME TECHNICAL ISSUES WITH THIS ORDINANCE. SENATOR SMITH SAID OVER AND OVER THAT THIS IS THE FOURTH AMENDMENT TO THE SETTLEMENT AGREEMENT. THE DOCUMENT IS NOT TITLED PROPERLY. IT HAS A TEN YEAR TIME FRAME TO GET THIS MONEY TOGETHER. BUT THE ADOPTION OF THE ACTUARIAL IMPACT STATEMENT TO CITY COUNCIL, CLEARLY SHOWS THAT THE BOARD IS ON RECORD SUPPORTING THESE BENEFIT LEVELS.

KLAUSNER SAID ACTUALLY THIS MAY GET TO THE RESOLUTION THAT WE ARE SPEAKING OF. A RESOLUTION RECOMMENDING TO THE CITY COUNCIL THE ADOPTION OF THE BENEFIT, GOVERNANCE, AND FUNDING CHANGES REFLECTED IN THE AGREEMENT. THAT'S WHAT THE BOARD IS RESOLVING TO DO. KLAUSNER IS TAKING THIS AS INSTRUCTION FROM THE BOARD, THAT HE NEEDS TO SEND A NOTE BACK TO THE CITY, EXPLAINING THE CONCERNS. IF THE BOARD THINKS IT WOULD BE USEFUL, TO HAVE A SEPARATE MEMBERSHIP MEETING FOR THE FIRE FIGHTERS AND A SEPARATE MEETING FOR THE POLICE OFFICERS TO ANSWER THEIR QUESTIONS. KLAUSNER COULD HELP ASSUAGE THE FEAR OF THE MEMBERS BY HOLDING THESE MEETINGS.

TRUSTEE GLOVER SAID THIS INFORMATION PIECE IS CRITICAL FOR OUR MEMBERS. GET THE FACTS OUT THERE.

CHAIRMAN BUSSELLS SAID WE HAVE A MOTION. THE IDEA OF THOSE BRIEFINGS IS VERY TIMELY. HE DEFERRED TO TRUSTEE SCHMITT AND TRUSTEE TUTEN TO DETERMINE HOW, WHEN, AND WHERE THE MEETINGS WILL BE HELD. THE SOONER THE BETTER. CHAIRMAN BUSSELLS ASKED TRUSTEE HERBERT TO RE-STATE THE MOTION ON THE FLOOR.

CHAIRMAN BUSSELLS DIVERTED TO KLAUSNER TO RE-STATE THE RESOLUTION. KLAUSNER RE-STATED THE WORDING FOR THE RESOLUTION FOR THE BOARD TO CONSIDER. NO FURTHER DISCUSSION. VOTE WAS UNANIMOUS.

KLAUSNER STATED WE WILL HOLD THESE MEETINGS WITH FIRE FIGHTERS AND POLICE OFFICERS PRIOR TO THE NEXT BOARD MEETING ON JULY 18TH, SO IF AS A RESULT OF THOSE MEETINGS WE CAN ADDRESS THE LANGUAGE WITH THE GENERAL COUNCILS OFFICE, THEN TO THE BOARD FOR A MORE DEFINITIVE RESOLUTION.

CHAIRMAN BUSSELLS TOOK A FIVE MINUTE BREAK FROM 10:00AM TO 10:05AM. MEETING WAS THEN RESUMED.

EXECUTIVE DIRECTOR'S REPORT

Investment Report

2014-06-4 Summit – Flash Report – May 31, 2014 – *attachment*

RECEIVED AS INFORMATION

JOHN KEANE STATED THE TOTAL RETURNS FOR THE PREVIOUS MONTH WERE UP IN EXCESS OF THE TOTAL FUND POLICY.

CHAIRMAN BUSSELLS SUMMARIZED THAT WE ARE HAVING A FINE YEAR, MUCH HIGHER THAN THE ACTUARIAL ASSUMPTION. THE YEARS NOT OVER, BUT ANOTHER FINE YEAR WITH OUR INVESTMENT POLICY.

2014-06-5 Summit Monthly Economic & Capital Market Review – May, 2014 - *attachment*

RECEIVED AS INFORMATION. DOCUMENTS ARE ON OUR WEBSITE.

TRUSTEE GLOVER STATED THAT THERE SEEMS TO BE AN INFERENCE THAT THE CURRENT STRUCTURE WAS SOMEHOW WOEFULLY FLAWED. THIS IS A GOOD STRUCTURE AND WE EMBRACE IT, BUT WE ARE NOT ADMITTING THAT THE CURRENT STRUCTURE WAS NOT EFFECTIVE. WE ARE FURTHER STRENGTHENING OUR PROCESS.

2014-06-6 Public area lighting and cost saving program “PALACS Program” - *attachment*

RECEIVED AS INFORMATION

Legal

2014-06-7 Notice of Proposed Agency Action – *attachment*

KLAUSNER DISCUSSED WITH THE BOARD. A MEMBER OF THE FUND, HAMLIN, WHO PLED NO CONTEST TO A NUMBER OF FELONIES. ADJUDICATION WAS WITHHELD, BUT FOR LEGAL PURPOSES THATS IRRELAVANT UNDER FLORIDA FORFITURE OF BENEFITS LAW, ARTICLE 2, SECTION 8 OF THE FLORIDA CONSTITUTION, FLORIDA STATUTES 112.3.173, REQUIRES THE FORFITURE OF RETIREMENT BENEFITS EXCEPT FOR RETURN OF CONTRIBUTION WITHOUT INTEREST OF ANY PUBLIC EMPLOYEE OR OFFICER WHO COMMITS A FELONY RELATED TO THEIR EMPLOYMENT. THE FACTS SHOW, ACCORDING TO THE PLEA AND AMENDED INFORMATION, THAT THERE WERE PROBABLY 20 CHARGES. HE PLED GUILTY TO FIVE CHARGES, ALL OF WHICH ARE FELONIES, THE COURTS SAID WITH OR WITHOUT ADJUDICATION. BOARD MUST PRESENT HIM WITH NOTICE OF PROPOSED AGENCY ACTION, SCHEDULE A HEARING. THE ONLY FACTUAL ISSUE THAT COULD POSSIBLY BE PRESENTED IS IF SOME OF THE PLEAS ARE WITHDRAWN. GIVEN THAT IT WAS A PLEA, THE FACTS ARE ESTABLISHED. THE BOARD HAS NO DISCRETION ON THIS MATTER.

HEARING HAS BEEN SET FOR PRIOR TO JULY 18TH BOARD MEETING @ 8:30AM TO VOTE ON AGENCY ACTION. THE ISSUE IS, ARE YOU THIS PERSON. HE CAN SHOW UP FOR THE MEETING OR NOT. THIS CASE IS CLOSED.

RECEIVED AS INFORMATION

2014-06-8 Proposed additional Monitoring Agreement – *attachment*

KLAUSNER STATED THIS IS A MINORITY OWNED FIRM.

TRUSTEE HERBERT MADE A MOTION TO APPROVE THE PROPOSED ADDITIONAL MONITORING AGREEMENT, SECONDED BY TRUSTEE GLOVER. VOTE WAS UNANIMOUS.

2014-04-4 Public Records Request changes noted (3) – *for information only*

BOARD ACKNOWLEDGED CHANGES.

RECEIVED AS INFORMATION.

Administrative Report

2014-03-4 Board Meeting Action List for June, 2014 – *attachment*

WE RE-FORMATTED THE ACTION LIST TO MAKE IT EASIER TO FOLLOW. CLOSED ITEMS WERE DELETED. OUTLINE HERE SHOWS OPEN ITEMS THAT WE WILL CONTINUE TO WORK ON.

KLAUSNER MADE A COMMENT UNDER B. THE FLORIDA SUPREME COURT HAS ACCEPTED JURISDICTION TO REVIEW THE ATTORNEY'S FEE ISSUE IN THE OPEN RECORDS CASE. CASE WILL BE HEARD IN FEDERAL ARGUMENT IN THE LATE PART OF THE YEAR. A DECISION IS EXPECTED.

CHAIRMAN BUSSELLS SAID THE ANNUAL REVIEW PROCESS OF JOHN'S CONTRACT IS DUE NOW. UPDATE ON THAT. CONTINUING TO DEVELOP A NEW EVALUATION INSTRUMENT. THE PERIOD OF EVALUATION RUNS FROM JULY 1ST TO JUNE 30TH. JOHN SAID WE WILL HAVE A NEW INSTRUMENT TO THE BOARD AT THE NEXT MEETING.

JOHN REMINDED EVERYONE ABOUT THE FILING OF THE FINANCIAL INFORMATION, FORM 1, WITH THE SUPERVISOR OF ELECTIONS. THIS IS DUE MONDAY, JUNE 30TH. TRUSTEE SCHMITT SHOULD ALSO FILE ONE AS A NEW MEMBER OF THE BOARD.

TRUSTEE HERBERT ALSO REMINDED JOHN OF THE EVALUATIONS FOR ALL OF THE EMPLOYEES THIS MONTH, DUE BY THE NEXT MEETING.

CHAIRMAN BUSSELLS SAID REGARDING JOHN'S EVALUATION FORM, TO STAY CONSISTENT WITH YOUR CONTRACT, IF WE ARE HAPPY WITH THE EVALUATION FORM, PLEASE DON'T WAIT FOR A BOARD MEETING TO RATIFY THE FORM.

RECEIVED AS INFORMATION

2014-06-9 DROP Enrollment Statistics thru July 2014 – *attachment*

RECEIVED AS INFORMATION

2014-06-10 Letters to Mayor Brown, Chris Hand, Council President, Council Vice President, Council Member Richard Clark, and Finance Committee Chair regarding Actuarial Impact Statement – *attachment*

RECEIVED AS INFORMATION

Legislative Report

2014-06-11 Resolution 2014-377 – *attachment*

ORDINANCE WAS INTRODUCED INTO THE CITY COUNCIL TO SCHEDULE A REFERENDUM TO CHANGE THE METHOD OF SELECTING THE FIFTH TRUSTEE. THIS IS CONTRARY TO THE ORDINANCE THAT IS PENDING. NOT SURE HOW THEY WILL RESOLVE THE CONFLICT. THERE ARE A NUMBER OF FACTUAL ERRORS IN THE ORDINANCE ITSELF. KLAUSNER ALSO SAID THERE ARE CONSTITUTIONAL ISSUES BECAUSE OF A RECENT SUPREME COURT DECISION. I WOULD SUGGEST THAT THE BOARD SEND A LETTER STATING THE BOARD CONSIDERED THIS BELIEVING IT WAS RESOLVED BY THE ENACTMENT OF THE COMPREHENSIVE PENSION REFORM ORDINANCE, AND RECOMMEND THAT THEY NOT PASS THIS.

TRUSTEE TUTEN ASKED WHAT THEY WERE ATTEMPTING TO DO? KEANE STATED THEY WERE ATTEMPTING TO PUT THIS ON THE BALLOT, TO CHANGE THE FIFTH TRUSTEE. KLAUSNER SAID IT IS ATTEMPTING TO DO WHAT THE FLORIDA LEGISLATURE REFUSED TO DO THIS YEAR.

CHAIRMAN BUSSELLS SAID TO SEND A RESPECTFUL, PROFESSIONAL NOTICE THAT IT APPEARS UPON READING IT THAT ELEMENTS DO CONFLICT WITH THE NOW WELL ESTABLISHED CASE LAWS IN FLORIDA, AND THAT THAT BE CONSIDERED BY THE CITY COUNCIL. KLAUSNER WILL WORK WITH JOHN ON A LETTER FOR JOHN KEANE'S SIGNATURE.

TRUSTEE HERBERT ASKED IF THE SECOND WHEREAS ON PAGE 2 IS ACCURATE? THAT'S NOT ACCURATE IS IT? JOHN SAID NO SIR. THERE ARE THREE OR FOUR OF THEM THAT ARE NOT ACCURATE.

2014-04-8 HB177/SB388 – Baldwin Bill for 185 Funds - *Awaiting action by Administration*

JOHN BRIEFLY DISCUSSED.

CHAIRMAN BUSSELLS ADJOURNED THE MEETING @ 10:25AM

**TO BE APPROVED AT THE BOARD
OF TRUSTEE MEETING ON JULY 25, 2014**

Nat Glover, Board Secretary