

**JACKSONVILLE POLICE AND FIRE  
PENSION BOARD OF TRUSTEES  
MEETING AGENDA – SEPTEMBER 19, 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  
Dr. Adam Herbert, Trustee  
Asst. Chief Larry Schmitt, Police Trustee  
Lt. Richard Tuten III, Fire Trustee

**STAFF**

John Keane, Executive Director-Administrator  
Dan Holmes, Summit Strategies  
Kevin Stork, Controller  
Debbie Manning, Executive Assistant

**EXCUSED**

**CITY REPRESENTATIVES INVITED**

C. Ronald Belton, Director of Finance & Chief Financial Officer, City of Jacksonville  
Council Member Richard Clark, City Council Liaison  
Joey Greive, Fund Treasurer  
Kirk Sherman, City Council Auditor

**GUESTS**

**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.

A moment of silence will be observed for the following deceased:

*Heroes of 911*

The Board of Trustees will recite the Pledge of Allegiance.

**PUBLIC SPEAKING PERIOD**

**CONSENT AGENDA - ITEMS 2014-09-(1-10)CA**

**2014-09-1CA MINUTES TO BE APPROVED**

1. Minutes of the Board meeting held August 15, 2014. Copy held in the meeting file.

**2014-09-2CA DISBURSEMENTS**

The listed expenditures in DISBURSEMENTS A have been reviewed and deemed payable. The Police and Fire Pension Fund Controller certifies that they are proper. Professional Services costs are now exceeding their appropriated budget due to payments/accruals with the money manager fees. With the exception of the disbursement to John Keane, the other DISBURSEMENTS A amounts are professional services and exceed the appropriated budget amount.

**DISBURSEMENTS A**

1.	John Keane	\$	698.74
2.	Klausner & Kaufman	\$	38,345.09
3.	Lowenstein Sandler LLP	\$	770.00
4.	Dr. Scott Baker	\$	1,050.00
5.	Governance Services, LLC	\$	45,000.00

**TOTAL DISBURSEMENTS A** **\$ 85,863.83**

The listed expenditures in DISBURSEMENTS B 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 B**

Transaction list of Accounts Payable distributions. **\$ 56,269.10**

**2014-09-3CA PENSION DISTRIBUTIONS**

A. **August 15, 2014** Regular Gross **\$4,288,141.70**

Regular Lumpsum	\$	0.00
Regular Rollover	\$	0.00
Regular DROP Gross	\$	803,611.39
DROP Lumpsum	\$	522,160.29

**TOTAL** **\$5,613,913.38**

**B. August 29, 2014**

Regular Gross	\$4,287,432.01
Regular Lumpsum	\$ 0.00
Regular Rollover	\$ 70,267.03
Regular DROP Gross	\$ 804,179.87
DROP Lumpsum	\$ 100,000.00

**TOTAL** **\$5,261,878.91**

**C. September 12, 2014**

Regular Gross	\$4,289,827.74
Regular Lumpsum	\$ 0.00
Regular Rollover	\$ 0.00
Regular DROP Gross	\$ 804,931.00
DROP Lumpsum	\$ 37,500.00

**TOTAL** **\$5,132,258.74**

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

**2014-09-4CA TIME CONNECTIONS**

1. **BELESI, David C.**, Prior Wartime Military Service (2 yrs.).
2. **HENDRICKS, Lee A.**, Prior Wartime Military Service (2 yrs.).
3. **KELBERT, Jeffery A.**, Prior Wartime Military Service (2 yrs.).

**2014-09-5CA APPLICATION FOR SURVIVOR'S BENEFITS**

1. **McLANE, Shirley E.**, widow of George B. McLane who died August 7, 2014.

**2014-09-6CA APPLICATION FOR VESTED RETIREMENT**

1. **HEINE, Adam J.**, date of vesting August 29, 2014, to be placed on pension

July 28, 2028. Police Officer

2. **MADDOX, J.K.**, date of vesting August 2, 2014, to be placed on pension November 17, 2023. Fire Fighter Engineer

#### **2014-09-7CA APPLICATION FOR DROP**

1. <b>APELGREN, Charles H.</b>	Police
2. <b>BAILEY, Jeffrey S.</b>	Fire
3. <b>BARTLEY, Hassan A.</b>	Fire
4. <b>BOWERS, Bobby F.</b>	Police
5. <b>COOK, David P.</b>	Police
6. <b>DOBSCHA, William J.</b>	Police
7. <b>FUTCH, Richard W.</b>	Police
8. <b>GALLAHER, Stephen G.</b>	Police
9. <b>GORDON II, Ronald D.</b>	Fire
10. <b>GUESS, Scott A.</b>	Police
11. <b>HERRERA, Jairo D.</b>	Fire
12. <b>MERRITT, Jon T.</b>	Police
13. <b>MEYER, Patrick J.</b>	Police
14. <b>MOULDER, Peter A.</b>	Police
15. <b>NEWMAN, Herschel J.</b>	Police
16. <b>NEWMAN, Mark A.</b>	Police
17. <b>NORRIS, Timothy L.</b>	Fire
18. <b>OMAN III, Douglas F.</b>	Police
19. <b>OTTINGER, James N.</b>	Police
20. <b>OVERSTREET, Steven M.</b>	Police
21. <b>OWENS, Isiah G.</b>	Police
22. <b>PAYNE, James W.</b>	Police
23. <b>PENA, Mark</b>	Fire
24. <b>SHACKLETT, Robert B.</b>	Police
25. <b>SMITH, Karen M.</b>	Police
26. <b>SOSNOWSKI, David J.</b>	Police
27. <b>STRICKLAND, Michael D.</b>	Fire
28. <b>THOMAS, Kevin D.</b>	Fire
29. <b>WASHINGTON JR., Donald</b>	Police
30. <b>WHITE, Andrew L.</b>	Fire
31. <b>WILLIAMS, Patrick W.</b>	Fire

#### **2014-09-8CA DROP PARTICIPANT TERMINATION OF EMPLOYMENT**

1. **LEE, Charles K.**, DROP commencement date of October 16, 2009, termination of employment date effective August 29, 2014. Fire Fighter

Engineer

2. **SMITH, Sheldon T.**, DROP commencement date of January 22, 2010, termination of employment date effective August 22, 2014. Fire Lieutenant

### **2014-09-9CA DROP DISTRIBUTIONS**

1. **LEE, Charles K.**, a portion of his DROP account paid to him lump sum; the balance of his DROP account paid to him bi-weekly over the next 25 years.
2. **SMITH, Sheldon T.**, a portion of his DROP account paid to him lump sum; the entire value of his DROP account paid to him bi-weekly over the next 48.8 years.
3. **WALLS, Jimmy L.**, the balance of his DROP account paid in a direct rollover to Merrill Lynch.

### **2014-09-10CA EDUCATIONAL OPPORTUNITIES**

*12<sup>th</sup> Annual Global ARC Boston – October 20-22, 2014 – Boston, MA*

*2014 Public Safety Employees Pension & Benefits Conference – October 26-29, 2014 – New Orleans, LA*

*16<sup>th</sup> Annual Public Funds Summit – Opal Financial Group - January 12 – 14, 2015 – Scottsdale, AZ*

### **OLD BUSINESS**

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

**2014-08-1** Personnel Committee – Annual Evaluation – Executive Director Report

### **2014-08-8CA APPLICATION FOR PENSION**

#### **CLEARED**

1. **CARVO, Italo**
2. **HALL III, Roy L.**
3. **JORDAN, Joshua J.**

### **NEW BUSINESS – ITEMS 2014-09-(1-20)**

- 2014-09-1** Correspondence to City Council President Yarborough regarding legal opinion from Florida Attorney General - *attachments*
- 2014-09-2** Letter to Mayor Alvin Brown regarding Comparison of Recent Fund Performance with Larger Plans - *attachment*
- 2014-09-3** Memo to Council Member Schellenberg regarding Comparative Investment Returns – Selected Dates - *attachment*
- 2014-09-4** Russian Investments (a & b) – *attachments*
- 2014-09-5** New Mortality tables another blow to DB plans - *attachment*
- 2014-09-6** Recommend the Board appropriate an additional \$1.1 million to Professional Services for a total FY2014 budget of \$10,193,836.
- 2014-09-7** Recommend the Board approve the Controller to reallocate approved budget line items once September actual amounts are recorded.

### **EXECUTIVE DIRECTOR'S REPORT**

#### **Investment Report**

- 2014-08-7** Summit Investment Performance Review – June 30, 2014 – *posted on website under Board Reports*  
**FROM LAST MONTH TO BE REVIEWED WITH DAN HOLMES**
- 2014-09-8** Summit – Flash Report – August 31, 2014 – *posted on website under Board Reports*
- 2014-09-9** Summit Monthly Economic & Capital Market Update – August, 2014 – *posted on website under Board Reports*
- 2014-09-10** Summit Core Plus Manager Search – September, 2014 – *to be posted*
- 2014-09-11** Summit Public Equity Valuation – September, 2014 - *to be posted*
- 2014-09-12** Summit Real Estate Review – September, 2014 – *to be posted*
- 2014-09-13** Summit Review of Domestic Equity Managers – June 30, 2014 – *to be posted*

**2014-09-14** Northern Trust Global Securities Lending - *attachment*

**Legal**

**2014-09-15** E-mail from Robert Klausner regarding IRS Requirement to Amend Retirement Plans to Account for Same Sex Marriages - *attachment*

**2014-09-16** Lease Agreement for the Office of Criminal Conflict and Civil Regional Counsel, First DCA Region – *attachment*

**2014-09-17** Lease Agreement for Hertz - *attachment*

**2014-09-18** General Counsel's memo to City Council regarding Pension Contributions – *attachment*

**2014-09-19** General Counsel's memo - Budget Authority regarding Administrative Expenses - *attachment*

**2014-09-20** Retainer Agreement for Detecting and Recovering Trade-Through Losses – *attachment*

**Administrative Report**

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