

**JACKSONVILLE POLICE AND FIRE PENSION FUND
BOARD OF TRUSTEES
SPECIAL WORKSHOP MEETING SUMMARY – MARCH 14, 2016
RICHARD “DICK” COHEE BOARD ROOM**

PPFF MISSION STATEMENT:

To provide long term benefits to participants and their beneficiaries

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

Chief Larry Schmitt, Chairman
Lt. Richard Tuten III, Board Secretary
Richard Patsy, Trustee
William E. Scheu, Trustee – *left at 12:53pm*

Brian Smith, FIAC Chairman – *left at 12:37pm*
Rob Kowkabany, FIAC
Mike Lukaszewski, FIAC

STAFF

Beth McCague, Interim Executive Director – Plan Administrator
Stu Kaufman, Fund Counsel – *via phone*
Devin Carter, Controller
Debbie Manning, Executive Assistant
Denice Taylor, AAA Reporters

CITY REPRESENTATIVES INVITED

Steve Durden, Office of General Counsel
Brian Parks, City Council Auditor

EXCUSED

Rodney VanPelt – FIAC – *pending City Council approval*
Tommy Hazouri, City Council Liaison
Jenny Busby, City Council Liaison Assistant
Joey Greive, Fund Treasurer

GUESTS

Rich McConville, Sr. Vice President/Client Executive w Northern Trust
Patrick Krull, Northern Trust – *via phone*
Anthony Peccatielo, Northern Trust – *via phone*
Curtis Lee

CHAIRMAN SCHMITT CALLED THE MEETING TO ORDER AT 11:08AM

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

PUBLIC SPEAKING PERIOD

NO REQUESTS FOR PUBLIC SPEAKING.

BETH MCCAGUE INTRODUCED RICH MCCONVILLE WITH NORTHERN TRUST FOR THE PRESENTATION TODAY. A HANDOUT WAS PROVIDED TO THE BOARD TITLED “WHO IS NORTHERN TRUST?”

RICH MCCONVILLE INTRODUCED PATRICK KRULL TO DISCUSS CLASS ACTIONS OVERVIEW FOR THE FUND. PATRICK MANAGES THE ACCOUNT. HE BEGAN HIS PRESENTATION ON PAGE 44 OF THE HANDOUT.

- Class Actions – *Patrick Krull – via phone*

NORTHERN TRUST HANDLES THREE PRIMARY FUNCTIONS OF CLASS ACTION PROCESSING:

- TRACKING OF SETTLED LAWSUITS AND CLIENT NOTIFICATION
- FILLING OF CLAIMS
- POSTING OF DISURSEMENTS TO CLIENT PORTFOLIOS

PATRICK EXPLAINED THE PROCESS IS TO PULL HISTORIC DATA AND SUBMIT A CLAIM. IF PAID, THE MONEY GOES TO THE ACCOUNT SPECIFIED.

NORTHERN TRUST DOES NOT HAVE THE AUTHORITY TO HIRE AN ATTORNEY.

STU KAUFMAN STATED THE FUNDING AGENT IS WORKED OUT IN THE INVESTMENT MANAGER CONTRACT. THE POSITIVES OF HAVING A MANAGER TO REVIEW IS SO THAT THE FUND IS NOT INUNDATED WITH PAPERWORK REGARDING THE CLAIM.

NORTHERN TRUST NOTIFIES INVESTMENT MANAGERS. NOTIFICATIONS BEGIN WHEN THERE IS A SETTLEMENT AND DEPENDING ON THE TYPE OF LITIGATION.

STU KAUFMAN STATED OUR ATTORNEY MONITORS THE FIRM THEN GOES TO US. ATTORNEYS ARE REIMBURSED FOR OUT OF POCKET EXPENSES, NOT FOR TIME (HOURLY FEE).

STU KAUFMAN SAID THE FUND HAS THE FIDUCIARY RESPONSIBILITY TO LOOK AT EACH CLAIM AND TO PARTICIPATE. WHY WOULD YOU OPT OUT TO PURSUE PRIVATE LITIGATION.

RICH MCCONVILLE INTRODUCED ANTHONY PECCATIELO TO DISCUSS COMMISSION RECAPTURE. ANTHONY HAS BEEN WITH NORTHERN TRUST FOR FOUR YEARS.

HIS PRESENTATION BEGAN ON PAGE 36 OF THE HANDOUT.

- Commission Recapture – *Anthony Peccatielo – via phone*

NORTHERN TRUST CREDITS REBATES ON THE 15TH OF EVERY MONTH.

- Who is Northern Trust – *Rich McConville*

NORTHERN TRUST IS A MARKET LEADER OF ASSET SERVICING AND ASSET MANAGEMENT SOLUTIONS. THIS IS NORTHERN TRUSTS' 26TH YEAR WITH THE FUND.

CHAIRMAN SCHMITT ADJOURNED THE MEETING AT 1:04PM

**TO BE APPROVED AT THE NEXT BOARD
OF TRUSTEE MEETING ON APRIL 15TH**

Richard Tuten III, Board Secretary