

**JACKSONVILLE POLICE AND FIRE PENSION FUND
BOARD OF TRUSTEES
MEETING SUMMARY – JULY 8, 2016
RICHARD “DICK” COHEE BOARD ROOM**

PFPF 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

Lt. Richard Tuten III, Board Chair
Richard Patsy, Board Secretary
Chris Brown, Trustee
Willard Payne, Trustee
William E. Scheu, Trustee – *via video conference*

STAFF

Beth McCague, Interim Executive Director – Plan Administrator
Paul Daragjati, Fund Attorney
Dan Holmes, Summit Strategies – *via video conference*
Devin Carter, Chief Financial Officer
Steve Lundy, Pension Benefits Specialist
Denice Taylor, AAA Reporters

EXCUSED

Debbie Manning, Executive Assistant
Anna Brosche, City Council Liaison

Police and Fire Pension Fund
Board of Trustees
Meeting Summary
July 8, 2016

GUESTS

Joey Greive, Fund Treasurer
Steve Durden, Office of General Counsel
Omar Maldonado Borges, Police Officer
Robert Dees, Attorney
Curtis Lee

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.

SECRETARY TUTEN CALLED THE MEETING TO ORDER AT 9:00AM

SECRETARY TUTEN OPENED THE MEETING AND CALLED FOR A MOTION TO ELECT A NEW CHAIRMAN. WILLARD PAYNE NOMINATED RICHARD TUTEN. CHRIS BROWN SECONDED.

BILL SCHEU NOMINATED RICK PATSY. THERE WAS NO SECOND.

THE VOTE WAS UNANIMOUS FOR MR. TUTEN.

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

William W. Guynn, Retired Police Officer

A moment of silence was then observed for the Dallas TX police officers who were shot and killed yesterday.

The Board of Trustees recited the Pledge of Allegiance.

PUBLIC SPEAKING PERIOD

NO REQUESTS FOR PUBLIC SPEAKING. PUBLIC SPEAKING PERIOD CLOSED.

MRS. MCCAGUE INTRODUCED GUEST OMAR MONDONADO BORGES, A TEN YEAR POLICE VETERAN WHO WAS CRITICALLY INJURED IN AN INCIDENT ON MARCH 9, 2016.

TRUSTEE SCHEU MADE A MOTION TO EXPRESS THE BOARD'S DEEP APPRECIATION FOR OFFICER OMAR MONDONADO'S SERVICE TO OUR COMMUNITY AS A POLICE OFFICER. WITH

OUR FURTHER EXPRESSION OF BEST WISHES FOR A FUTURE FILLED WITH FAVORABLE CIRCUMSTANCES IN LIFE AND SERVICE. RICK PATSY SECONDED. VOTE WAS UNANIMOUS. OFFICER MONDONALDO THANKED THE TRUSTEES FOR THEIR ACTION.

CONSENT AGENDA - ITEMS 2016-07-(1-9)CA

2016-07-1CA MINUTES TO BE APPROVED

2016-07-2CA DISBURSEMENTS

2016-07-3CA PENSION DISTRIBUTIONS

2016-07-4CA APPLICATION FOR MEMBERSHIP

2016-07-5CA APPLICATION FOR TIME CONNECTIONS

2016-07-6CA REFUND OF PENSION CONTRIBUTIONS

2016-07-7CA DROP PARTICIPANT TERMINATION OF EMPLOYMENT

2016-07-8CA DROP DISTRIBUTIONS

2016-07-9CA SHARE PLAN DISTRIBUTION

MOTION WAS MADE BY TRUSTEE BROWN TO APPROVE CONSENT AGENDA ITEMS 2016-07-(1-9)CA. SECONDED BY TRUSTEE PAYNE. VOTE WAS UNANIMOUS.

OLD BUSINESS

2016-01-10 Ratification of Executive Director Contract with Tim Johnson

MOTION WAS MADE BY TRUSTEE PATSY TO APPROVE THE CONTRACT. SECONDED BY TRUSTEE PAYNE. VOTE WAS UNANIMOUS.

LEGAL - Paul Daragjati

- Update on Lee open meetings case regarding Attorney's Fees

MR. DARAGJATI REPORTED SINCE THE LAST BOARD MEETING HE HAD CONVERSATIONS WITH MR. DEES, REPRESENTING CONCERNED TAXPAYERS REGARDING MR. JOHN WINKLER'S CLAIM

FOR PAYMENT FOR HIS SERVICE AS GENERAL COUNSEL TO THE CONCERNED TAXPAYERS. MR. DEES HAS INDICATED THAT MR. WINKLER'S CLAIM WOULD BE WITHDRAWN IF HE WERE TO RECEIVE \$15,000. MR. DARAGJATI MADE IT CLEAR HE DID NOT THINK MR. WINKLER WAS OWED ANY FEES. HOWEVER, THE COST TO LITIGATE THIS MATTER WOULD BE MORE THAN THE FUND'S PART OF A \$15,000 PAYMENT. MR. DARAGJATI'S UNDERSTANDING IS THAT IF THE FUND WOULD PAY \$5,000 (1/3) AND THE CITY WOULD PAY 1/3, THE FINAL 1/3 WOULD COME FROM THE \$410,000 TOTAL PAYMENT TO MR. DEES FROM THE OPEN RECORDS AND OPEN MEETINGS CASES THIS MATTER WOULD BE FULLY RESOLVED.

MR. ROBERT DEES SPOKE TO THE BOARD NOTING THAT HE HAD ASKED MR. WINKLER DIRECTLY IF \$15,000 WOULD BE ACCEPTABLE TO DROP A CLAIM FOR ADDITIONAL FEES AND THE ANSWER WAS YES. MR. DEES CONFIRMED HIS CONVERSATION WITH CITY ATTORNEY WEDNER LED HIM TO BELIEVE THE CITY WOULD PAY ITS 1/3 SHARE AND HE, MR. DEES WOULD PAY THE ADDITIONAL 1/3.

MR. DARAGHATI CLARIFIED THE BOARD WOULD RAISE THE AMOUNT THEY HAD PREVIOUSLY AGREED TO PAY TO THE DEES FIRM FROM A TOTAL OF \$410,000 TO \$415,000 TO SATISFY THE FUND'S \$5,000 PORTION.

MRS. MCCAGUE ASKED FOR CLAIRIFCATION THAT THE \$415,000 WAS INCLUSIVE OF THE PAYMENT ALREADY PAID TO MR. LEE. MR. DARAGJATI CONFIRMED THAT WAS THE CASE.

MOTION WAS MADE BY TRUSTEE PATSY TO INCREASE THE AMOUNT OF FEES TO PAY TO MR. DEES TO \$415,000. WILLARD PAYNE SECONDED. VOTE WAS UNANIMOUS.

- Update on Denton Supreme Court Case regarding Attorney's fees

MR. DARAGJATI THEN REPORTED THE CITY OF JACKSONVILLE WAS MOVING THROUGH COUNCIL PROCESS TO PAY \$140,000 OF TOTAL FEES DUE TO HOLLAND & KNIGHT IN THE DENTON OPEN RECORDS CASE WITH THE FUND PAYING THE ADDITIONAL \$156,000. MR. DARAGJATI WILL PREPARE DOCUMENTATION SO THE FUND CAN ISSUE A CHECK FOR PAYMENT.

- Update on Securities Litigation cases pending

MR. DARAGJATI THEN REPORTED ON OPEN SECURITIES LITIGATION CASES: NII, TOWER INSURANCE AND TAILORED BRANDS. THERE IS NO UPDATE SINCE LAST MEETING.

2016-07-6 Timeline for selection of new Actuary

THE BOARD TOOK OUT OF ORDER THE TIMELINE FOR SELECTION OF A NEW ACTUARY WHICH WAS RECEIVED AS INFORMATION.

2016-05-2 FY2015/2016 Budget – Financial Report Actual vs Budget – June, 2016 – Devin Carter

THE BOARD THEN TOOK 2016-05-2 OUT OF ORDER. DEVIN CARTER PRESENTED THE YTD BUDGET TO ACTUAL FINANCIAL REPORT. MR. PATSY ASKED IF THE EXPECTATION WAS FOR THE FUND TO REMAIN UNDER BUDGET BY YEAR END. MR. CARTER RESPONDED THAT DUE TO SUBSTANTIAL LEGAL PAYMENTS ADDRESSED ABOVE HE EXPECTED TO END THE YEAR AT BUDGET, BUT NOT UNDER BUDGET.

FINANCIAL/INVESTMENT REPORTS

2016-06-13 Summit – Terminated vs. Replacement Manager Performance Comparison – Dan Holmes

DAN HOLMES OF SUMMIT STRATEGIES JOINED THE MEETING VIA VIDEO CONFERENCE AT THIS TIME. HE REPORTED FIRST ON TERMINATED VS REPLACEMENT MANAGER PERFORMANCE COMPARISON REPORT. HE REVIEWED EACH OF THE MANAGER CHANGES ALONG WITH PERFORMANCE. IN EACH CASE HE NOTED THE BOARD MADE DECISIONS WHICH LED TO BETTER PERFORMANCE THAN IF THEY HAD MAINTAINED THE TERMINATED MANAGERS. IN THREE CASES THE INVESTMENT PRODUCTS THE BOARD PREVIOUSLY INVESTED IN WENT OUT OF BUSINESS AFTER WE TERMINATED. HAD WE STAYED WITH THOSE PLANS, WE WOULD HAVE EXPERIENCED GREATER LOSSES AS THE PRODUCT WOUND DOWN.

THIS SHOWS THE IMPORTANCE OF ACTIVELY REVIEWING PERFORMANCE ON AN ONGOING BASIS AND MAKING SOUND DECISIONS.

INVESTMENT – Dan Holmes w Summit

- Update on Transition Managers – Neuberger, Wedge, Loomis

MR. HOLMES THEN RECOMMENDED THE BOARD APPROVE NORTHERN TRUST AS TRANSITION MANAGER FOR THE FUNDS REBALANCING, TERMINATIONS, AND NEW MANAGER ADDITIONS. NORTHERN TRUST HAD THE LOWEST EXPECTED COST, SECOND TO LOWEST IMPLICIT COSTS, AND LOWEST TOTAL COSTS.

TRUSTEE SCHEU ASKED FOR AN EXPLANATION OF IMPLICIT AND EXPLICIT COSTS. MR. HOLMES REPLIED EXPLICIT COSTS REPRESENT HARD DOLLAR COSTS SUCH AS COMMISSIONS AND TAXES (FROM INTERNATIONAL STOCK SALES.) IMPLICIT COSTS REPRESENT COSTS ASSOCIATED WITH MARKET IMPACT. FOR INSTANCE, IF THE MARKET REACTS TO A LARGE BLOCK OF STOCK GOING UP FOR SALE, THE PRICE MAY FALL, OR THE MARKET MAY BE MOVING AWAY FROM THE OPENING PRICE CAUSING A LOWER PER SHARE VALUE. LIKEWISE THE MARKET COULD BE MOVING UP CREATING A POSITIVE IMPLICIT COST. TRANSITION MANAGERS EXECUTE TRADES IN ORDER TO REALIZE THE LEAST IMPLICIT COSTS POSSIBLE. NORTHERN TRUST EXPECTS TO COMPLETE ALL TRANSACTIONS WITHIN A 3 DAY PERIOD.

TRUSTEE RICK PATSY MADE THE MOTION TO ENGAGE NORTHERN TRUST AS OUR TRANSITION MANAGER FOR THE UPCOMING TRANSACTIONS. CHRIS BROWN SECONDED THE MOTION. VOTE WAS UNANIMOUS.

MR. HOLMES NOTED HE WAS REQUIRING NORTHERN TRUST TO PRODUCE PROJECTIONS ON TOTAL COST AND AFTER ALL TRANSITIONS WERE COMPLETE TO PROVIDE A COMPARISON OF THE EXPECTED COST WITH THE ACTUAL COSTS.

- BREXIT discussion

MR. HOLMES THEN GAVE A SUMMARY OF THE IMPACT THAT BREXIT (UK VOTING TO LEAVE THE EUROPEAN UNION) HAD ON MARKETS. HE NOTED THE SURPRISE FACTOR AS THE VOTE TO LEAVE WAS UNEXPECTED THEREFORE IT CAUSED GREAT VOLATILITY IN THE FIRST FEW DAYS FOLLOWING THE VOTE. HOWEVER, ONCE THE INITIAL SHOCK WORE OFF THE MARKETS BEGAN TO RECOVER.

SUMMIT STRATEGIES POSITION IS THAT IT IS TOO EARLY IN THIS EXIT PROCESS TO KNOW THE RISKS OR IDENTIFY THE OPPORTUNITIES. HE DID NOTE THAT THE EMERGING MARKET FUNDS HELD UP WELL DURING THE TURMOIL. IT WILL TAKE TIME FOR THE NEW UK LEADERSHIP TO GET INTO PLACE. AFTER THAT IT WILL TAKE TIME FOR NEGOTIATIONS TO DETERMINE WHAT WILL HAVE TO HAPPEN FOR THE UK TO EXIT THE EU AND NEW AGREEMENTS WILL HAVE TO PUT IN PLACE BETWEEN THE UK AND EU COUNTRIES. SUMMIT WILL WATCH FOR OPPORTUNITIES.

NEW BUSINESS – ITEMS 2016-07-(1-8)

2016-07-1 Center State Bank updated account for authorized signatures

DEVIN CARTER REPORTED THE CENTER STATE BANK ACCOUNT RECORDS HAVE BEEN CHANGED TO REFLECT FORMER CHAIRMAN LARRY SCHMITT WAS NO LONGER A SIGNER.

MR. SCHEU THEN MOTIONED FOR RICK PATSY TO BE ELECTED AS SECRETARY OF THE BOARD. WILLARD PAYNE SECONDED. THE VOTE WAS UNANIMOUS.

2016-07-2 Discussion regarding CSOs, Election of DROP, and Transfer of City Time – Steve Durden

MR. DURDEN THEN PRESENTED TWO HANDOUTS: DROP ELECTION AND CSO PENSION STATUS.

MR. DURDEN PRESENTED HIS RESEARCH AND OPINION THAT THE MANNER IN WHICH THE FUND HAD BEEN ALLOWING THOSE MEMBERS LATE IN THEIR 29TH YEAR TO ENROLL IN THE DROP WAS AN ACCEPTABLE PRACTICE AND NEED NOT BE CHANGED. SPECIFICALLY, A MEMBER WHO ENROLLS IN THE DROP JUST PRIOR TO ATTAINING HIS 30 YEAR ANNIVERSARY IS ELIGIBLE FOR 60 MONTHS OF DROP EVEN IF HE/SHE PASSES HIS/HER 30TH YEAR ANNIVERSARY BEFORE THE DROP PERIOD ACTUALLY STARTS. HIS OPINION IS THAT THE CURRENT PROCESS IS CLEARLY AN “ESTABLISHED PRACTICE” AND MAY CONTINUE.

MR. SCHEU MADE THE MOTION TO CONTINUE OUR CURRENT PRACTICE OF ALLOWING MEMBERS NEARING THEIR 30TH ANNIVERSARY TO ENROLL IN DROP EVEN IF THEY PASSED THE ANNIVERSARY DATE PRIOR TO THE OFFICIAL DROP START DATE. MR. WILLARD PAYNE SECONDED THE MOTION. VOTE WAS UNANIMOUS.

MR. DURDEN THEN PRESENTED INFORMATION IN DRAFT FORM REGARDING WHETHER OR NOT POLICE OFFICERS, MEMBERS OF THE PLAN, WHO WERE PREVIOUSLY CSO OFFICERS CAN BE ALLOWED TO PURCHASE THAT TIME SERVED. HE REMINDED THE BOARD THAT IN 2015, THE OFFICE OF GENERAL COUNSEL OPINED THAT ACCORDING TO FEDERAL REGULATIONS THESE INDIVIDUALS WHILE WORKING AS CSO’S AND CALLED “TEMPORARY” WERE IN FACT FULL TIME PERMANENT EMPLOYEES AND WERE SUBJECT TO ALL CITY BENEFITS. THE OGC HAS RULED THESE INDIVIDUALS CAN PURCHASE TIME IN THE CITY’S OTHER TWO PLANS. (CURRENT CSO’S ARE PART OF THE GENERAL EMPLOYEES PLAN THEREFORE THE OGC OPINION RELATES TO CSO’S WORKING IN THAT POSITION WHEN IT WAS CONSIDERED “TEMPORARY.”)

THE BOARD RECEIVED THIS INFORMATION AND WILL TAKE IT UNDER REVIEW. MR. DARAGJATI ASKED THAT THE FINAL OPINION FROM OGC INCLUDE SPECIFICATIONS ON COSTS TO BOTH THE MEMBER BUYING TIME AND THE PLAN SPONSOR.

MR. DURDEN THEN SHARED WITH THE BOARD HE WAS STILL RESEARCHING THE MANNER IN WHICH THE FUND ALLOWS TRANSFER OF EMPLOYEES FROM THE CITY OR CORRECTIONS INTO THE POLICE& FIRE PENSION FUND. CURRENTLY THE PRACTICE IS TO ACCEPT THE DATE OF HIRE TO THE CITY AS THE DATE OF MEMBERSHIP IN THE PLAN. THIS IS A COMPLICATED

QUESTION INVOLVING ALL THREE PLANS AND MR. DURDEN IS NOT READY TO ISSUE A FORMAL OPINION. HE WILL CONTINUE HIS RESEARCH AND UPDATE THE BOARD NEXT MONTH.

MRS. MCCAGUE SAID STAFF WOULD CONTINUE ITS CURRENT PRACTICE, BUT WILL ADVISE ANY MEMBERS TRANSFERRING CITY OR CORRECTIONS TIME WHO INQUIRE THAT WE WERE AWAITING CONFIRMATION FROM OGC AS THE QUESTION OF DATE OF MEMBERSHIP IN THE PLAN.

2016-07-3 Recommendations for Pension Fund Counsel – Steve Durden

MRS. MCCAGUE PRESENTED THE LETTER FROM JASON GABRIEL GENERAL COUNSEL WHICH DESCRIBES HOW A NEW PENSION SPECIALIST ATTORNEY FOR THE FUND WOULD BE HIRED. SHE RECOMMENDED WE INITIATE THE PROCESS WITH SUGARMAN & SUSSKIND.

A LONG CONVERSATION FOLLOWED WITH CHAIRMAN TUTEN VOICING CONTINUED, STRONG CONCERNS ABOUT THE INDEPENDENT NATURE OF OUR FUND AND THE GENERAL COUNSEL'S INSISTENCE ON DIRECTING THE BOARD DECISIONS. HE STATED THE FUND'S PRACTICE HAS ALWAYS BEEN TO ISSUE AN RFP FOR SERVICE PROVIDERS AND THAT IS THE COURSE OF ACTION HE WANTS TO TAKE.

MR. SCHEU REMINDED THE CHAIRMAN THAT THE GENERAL COUNSEL HAS NOTIFIED THE BOARD IN CLEAR TERMS IN PREVIOUS CORRESPONDENCE THAT AS PART OF THE CONSOLIDATED GOVERNMENT THE FUND WAS SUBJECT TO HIS BINDING OPINION.

MR. PATSY SUGGESTED WE WORK WITH GENERAL COUNSEL TO PREPARE AN RFP TO SEND TO THOSE ATTORNEYS WE WOULD LIKE TO BID ON THE BUSINESS.

MRS. MCCAGUE SUGGESTED THERE WERE ONLY A FEW FIRMS IN THE STATE SPECIALIZING IN PUBLIC PENSION PLANS AND THAT SUGARMAN WAS ONE OF THOSE TWO. FROM A PRACTICAL STANDPOINT WE NEED TO SELECT A NEW EXTERNAL PENSION SPECIALIST FIRM. TO GO THROUGH A FULL RFP PROCESS WOULD NOT BE A GOOD USE OF TIME. SHE NOTED THAT THE CITY ALLOWS FOR CERTAIN PROFESSIONAL SERVICE PROVIDERS TO BE SELECTED IN THE MANNER SUGGESTED BY JASON GABRIEL.

THERE WAS ANOTHER LONG DISCUSSION ABOUT THE RIGHTS OF THE BOARD UNDER F.S. 175/185 VS THE RULE OF CONSOLIDATED GOVERNMENT.

MR. SCHEU THEN MADE A MOTION (1) TO PREPARE THE LIST OF PENSION SPECIALIST ATTORNEYS WE WOULD WANT TO RESPOND TO AN RFP IN ORDER TO BE TRUE TO OUR PRACTICE OF TRANSPARENCY. FURTHER TO TAKE THAT LIST TO MR. GABRIEL TO HELP

PREPARE AN RFP TO SUBMIT TO THOSE PROVIDERS AND TO AUTHORIZE THE EXECUTIVE DIRECTOR OF THE FUND TO WORK COLLABORATIVELY WITH MR. GABRIEL TO INTERVIEW THE CANDIDATE(S) AND SELECT THE PROVIDER; AND

(2) TO INVITE MR. GABRIEL TO A SCHEDULED BOARD WORKSHOP TO ANALYZE THE CITY CHARTER INTERPRETATION OF GOVERNANCE AS IT RELATES TO POWERS GRANTED BY THE STATE AND POWERS GRANTED BY THE CONSOLIDATED CHARTER.

RICK PATSY SECONDED THE MOTION.

THERE WAS ADDITIONAL DISCUSSION. MR. TUTEN REMINDED THE BOARD HE HAD SUGGESTED MR. GABRIEL COULD VISIT WITH THE BOARD AT ANY TIME. MR. SCHEU SUGGESTED A SCHEDULED MEETING WAS MORE APPROPRIATE. AT THAT MEETING WHERE THESE ISSUES WERE TO BE ADDRESSED HE SUGGESTED MR. DARAGJATI ATTEND ALSO SO THE BOARD COULD HAVE PERSPECTIVES ON BOTH CONSOLIDATED GOVERNMENT AND STATE STATUTES 175/185.

VOTE WAS UNANIMOUS.

MR. SCHEU SUGGESTED BOARD MEMBERS THINK OF SPECIFIC QUESTIONS THEY WOULD LIKE MR. GABRIEL TO ADDRESS SO THESE QUESTIONS COULD BE POSED AHEAD OF TIME. MRS. MCCAGUE TOLD THE BOARD SHE WOULD RESEND THE LETTERS WRITTEN TO THE ATTORNEY GENERAL BY MR. GABRIEL AND ROBERT KLAUSNER TO THE ATTORNEY GENERAL TO THE BOARD AND ASK MEMBERS TO SEND THEIR QUESTIONS TO HER.

2016-07-4 Ratification of Regional Conflict Counsel Lease

MRS. MCCAGUE PRESENTED THE EXTENSION OF THE REGIONAL CONFLICT COUNSEL LEASE. CHRIS BROWN MOVED APPROVAL. WILLARD PAYNE SECONDED. VOTE WAS UNANIMOUS.

2016-07-5 Proposal from Accounting Firm to perform review of ITD changes required in Pension Reform 304-E

MOTION TO APPROVE PROPOSAL FROM ACCOUNTING FIRM MADE BY TRUSTEE PATSY. SECONDED BY TRUSTEE PAYNE. VOTE WAS UNANIMOUS.

2016-07-7 Salary Administration Policy

MRS. MCCAGUE THEN ASKED THE BOARD TO CONSIDER ADOPTING A NEW SALARY ADMINISTRATION PROGRAM FOR THE FUND EMPLOYEES. SHE NOTED THAT THE INTENT WAS TO ALIGN TO THE EXTENT POSSIBLE BENEFITS FOR FUND EMPLOYEES TO THOSE OF THE CITY. CERTAIN CHANGES WERE SIGNIFICANT: REDUCTION IN TOTAL LEAVE TIME THAT COULD BE ACCRUED FROM 850 HOURS TO 480 HOURS, ELIMINATION OF SELLBACK OF ACCRUED LEAVE (EXCEPT IN THE CASE OF RETIREMENT/SEPARATION) AND THE CREATION OF A CRITICAL LEAVE BANK. THIS NEW POLICY IS RECOMMENDED FOR NEW EMPLOYEES HIRED AFTER DATE OF ADOPTION. SHE NOTED, ALSO IN LINE WITH CITY PRACTICE, THE NEW PLAN WOULD COVER NEW EMPLOYEES, WHILE EXISTING BENEFITS WOULD BE GRANDFATHERED IN FOR EXISTING EMPLOYEES.

CHAIRMAN TUTEN SUGGESTED HE WOULD LIKE TO WAIT UNTIL THE NEXT MEETING TO APPROVE THE POLICY. THERE WAS DISCUSSION OVER THE HIRING OF THE NEW EXECUTIVE DIRECTOR WHO MIGHT BE SUBJECT TO THE PREVIOUS POLICY SINCE HE WOULD TECHNICALLY BE HIRED WHILE THE OLD PLAN EXISTED. TRUSTEE BROWN AND TRUSTEE PATSY SAID THEY THOUGHT THE NEW PLAN WAS VERY REASONABLE AND CONSISTENT WITH THE CITY'S PLAN. CHRIS BROWN MADE THE MOTION TO APPROVE. WILLARD PAYNE SECONDED. THE MOTION PASSED 4-1 (TRUSTEE TUTEN VOTED IN THE NEGATIVE.)

ADMINISTRATIVE REPORTS

2016-07-8 Interim Executive Director Report – Beth McCague

MRS. MCCAGUE GAVE THE INTERIM DIRECTOR'S REPORT: ORIENTATION MATERIALS ARE BEING PREPARED FOR THE NEW DIRECTOR AND NEW TRUSTEES. ETHICS TRAINING WILL BE SCHEDULED FOR SEPTEMBER.

THE SUMMARY PLAN DOCUMENT IS COMPLETE AND AT THE CITY FOR PRINTING. IT WILL BE PUBLISHED AND DISTRIBUTED AS SOON AS PRINTING IS COMPLETE.

WE HAVE ASKED FOR HELP FROM MIKE WEINSTEIN WITH THE BALDWIN BILL.

THE BUDGET WAS PRESENTED TO THE CITY FOLLOWING LAST MONTH'S BOARD MEETING. IT WAS SENT TO THE COUNCIL SECRETARY, ALL COUNCIL MEMBERS AND THE CITY AUDITOR.

PROPOSED CHANGES IN THE INVESTMENT ALLOCATION POLICY WAS DELIVERED THE FINANCE COMMITTEE AS REQUIRED IN PENSION REFORM ORDINANCE 304-E.

SKYLIGHT INSTALLATION IS COMPLETE.

Police and Fire Pension Fund
Board of Trustees
Meeting Summary
July 8, 2016

WE ARE WORKING WITH HR TO REEVALUATE DEBBIE MANNING'S POSITION TO MORE ACCURATELY REFLECT THE NATURE OF WORK SHE PERFORMS.

THE PART TIME RECORDS MANAGEMENT JOB HAS BEEN POSTED AT THE CITY AND ALSO AT THE FLORIDA COASTAL SCHOOL OF LAW AND FSCJ.

WE ARE COORDINATING WITH THE CITY TO SELL THE FUND VEHICLE.

THE ELECTRONIC RECORDS MANAGEMENT SYSTEM IS IN PILOT STAGE.

WE WILL RUN PARALLEL PROGRAMS TO CONFIRM ALL PENSIONERS ARE STILL ALIVE ADDING AN ELECTRONIC SERVICE PROVIDER TO OUR MANUAL AFFIDAVIT PROCESS WHICH STARTS IN AUGUST.

OUR ELECTION TO REPLACE CHRIS BROWN ON THE ADVISORY COMMITTEE IS SCHEDULED FOR THE WEEK OF JULY 25TH-29TH.

THE NEXT BOARD MEETING IS AUGUST 12TH.

COUNCIL MEMBER ANNA BROSCHE IS THE COUNCIL LIAISON TO THE FUND. SHE COULD NOT BE AT THIS MEETING BUT WE HAVE OFFERED TO MEET WITH HER FOR AN ORIENTATION BEFORE THE AUGUST MEETING.

CHAIRMAN TUTEN ADJOURNED THE MEETING AT 12:05PM.

**TO BE APPROVED AT BOARD OF
TRUSTEE MEETING ON AUGUST 12, 2016**

Richard Patsy, Board Secretary