

**JACKSONVILLE POLICE AND FIRE
PENSION BOARD OF TRUSTEES
MEETING MINUTES – JULY 19, 2013
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

Asst. Chief Bobby Deal, Chairman
Nathaniel Glover Jr., Board Secretary
Walter Bussells, Trustee
Dr. Adam Herbert, Trustee (by phone)
Lt. Richard Tuten III, Fire Trustee

STAFF

John Keane, Executive Director-Administrator
Robby Gorman, Executive Assistant

CITY REPRESENTATIVES

Council Member Richard Clark, City Council Liaison
Joey Grieve, Fund Treasurer

GUESTS

Randy Wyse, Local IAFF President
Asst. Chief Larry Schmitt
Mark Muchowitz, Police Officer
Mark Treglio, Local IAFF
Steve Amos, FOP President
Eric Smith, Governance Inc.

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.

The Chairman brought the meeting to order at 9:03 a.m.

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

Robert N. Miller, Retired Police Lieutenant
James W. Andreu, Retired Fire Lieutenant

The Board of Trustees recited the Pledge of Allegiance.

CONSENT AGENDA - ITEMS 2013-07-(1-11)CA

2013-07-1CA MINUTES TO BE APPROVED

1. Minutes of the Board meeting held June 28, 2013. Copy in the meeting file.

2013-07-2CA 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	\$ 634.39
2.	Klausner, Kaufman, Jensen & Levinson	\$ 25,341.84
3.	Montag & Caldwell	\$106,767.69
4.	Pension Board Consultants	\$ 20,050.00
5.	DePrince Race & Zollo	\$213,533.00
6.	Thompson Siegel & Walmsley	\$ 36,682.79
7.	Police and Fire Pension Fund (Center Bank Account)	\$150,000.00
	Total	\$553,009.71

DISBURSEMENTS B

Transaction list of Accounts Payable distributions. Attachment -\$ 23,187.03

2013-06-3CA PENSION DISTRIBUTIONS

A.	July 5, 2013	Regular Gross	\$3,955,799.69
		Regular Lumpsum	\$ 72,598.27
		DROP Gross	\$ 723,270.84
		DROP Lumpsum	\$ 253,924.82
		DROP Rollover	\$ 292,885.73
		Total	\$5,298,479.35
B.	July 19, 2013	Regular Gross	\$4,000,618.13
		Regular Lumpsum	\$ 12,617.76
		DROP Gross	\$ 746,676.03
		DROP Lumpsum	\$ 345,000.00
		Total	\$5,104,911.92

2013-07-4CA APPLICATION FOR SURVIVOR'S BENEFITS

1. **Sands, Nelda Annette**, widow of Billy Raymond Sands., who died June 11, 2013.

2013-07-5CA APPLICATION FOR CHILD'S BENEFIT

1. **Hills Jr. Andre B.**, born June 14, 2005, son of Andre B. Hills, who died June 4, 2013, Guardian Christina Stewart.
2. **Chenkova, Jasmine A.**, born May 30, 2009, daughter of Kevin R. Meyer, who died December 17, 2010, Guardian Yelena S. Chenkova.

2013-07-6CA. APPLICATION FOR VESTED RETIREMENT

1. **Albert, Mark L.**, date of vesting June 24, 2013, to be placed on pension June 2, 2028. Police Officer.

2013-07-7CA TIME CONNECTIONS

1. **Batrous, Tony L.**, Prior Florida Service, (2 years, 4 months).
2. **King, Willie S.**, Prior Wartime Military Service, (2 years).
3. **Weakland, Ryan S.**, Prior Florida Service, (1 year, 4 months, 3 days).

2013-07-8CA REFUND OF PENSION CONTRIBUTIONS

1. **Kooch, Nicholas A.**, Police Officer, resignation/termination on July 5, 2013, will be issued a refund of his pension contributions.

2013-07-9CA DROP PARTICIPANT TERMINATION OF EMPLOYMENT

1. **Bagley, Glynn C.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Officer.
2. **Bartley Jr., George H.**, DROP commencement date July 25, 2008, termination of employment effective date June 28, 2013. Fire Lieutenant.
3. **Brooks, Ferrandou A.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Officer.
4. **Castleman, Keith A.**, DROP commencement date July 25 20, 2008, termination of employment effective date July 25, 2013. Police Officer.
5. **Coffman, David E.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Assistant Police Chief.
6. **Crean, Keith E.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Officer.

7. **Daunhauer, George V.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Officer.
8. **Demps, Valentino L.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Sergeant.
9. **Dieas, Clarence L.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Fire Lieutenant.
10. **Doolittle, Brian E.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Firefighter Engineer.
11. **Hagans, Perman E.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Firefighter Engineer.
12. **Jefferson, Ronald S.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Fire Captain.
13. **Kazimar, Michael A.**, DROP commencement date July 5, 2008, termination of employment effective date July 5, 2013. Police Officer.
14. **Miller, Kevin A.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Firefighter Engineer.
15. **Morgan, Robert A.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Lieutenant.
16. **Pickering, Michael R.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Officer.
17. **Potter, Chester A.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Sergeant.
18. **Remolde, Michele L.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Director Personnel & Professional Standards.
19. **Sirmans, Bradley F.**, DROP commencement date July 5, 2008, termination of employment effective date July 5, 2013. Fire Captain.
20. **Spicer, David L.**, DROP commencement date October 17, 2008, termination of employment effective date July 12, 2013. Police Officer.
21. **Thomas, Darrell E.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Firefighter Engineer.

22. **Thomas, William A.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Police Officer.
23. **Watson Jr., Leland C.**, DROP commencement date July 25, 2008, termination of employment effective date July 5, 2013. Fire Battalion Chief.

2013-07-10CA DROP DISTRIBUTIONS

1. **Bagly Jr., Glynn C.**, the entire balance of his DROP account paid to him bi-weekly over the next 40.7 years.
2. **Bartley Jr., George H.**, the entire balance of his DROP account paid in direct rollover to Jax Federal Credit Union.
3. **Brooks, Ferrandou A.**, the entire balance of his DROP account paid to him bi-weekly over the next 15 years.
4. **Castleman, Keith A.**, the entire balance of his DROP account paid to him bi-weekly over the next 18 years.
5. **Coffman, David E.**, the entire balance of his DROP account paid to him bi-weekly over the next 30 years.
6. **Crean, Keith Eric**, the entire balance of his DROP account paid to him bi-weekly over the next 35 years.
7. **Daunhauer, George J.**, a portion of his DROP account paid directly to him lumpsum, and the remaining balance of his DROP account paid to him bi-weekly over the next 15 years.
8. **Demps, Valentine**, the entire balance of his DROP account paid to him bi-weekly over the next 49.5 years.
9. **Dieas, Clarence L.**, the entire balance of his DROP account paid to him bi-weekly over the next 40.7 years.
10. **Doolittle, Brian E.**, the entire balance of his DROP account paid to him bi-weekly over the next 20 years.
11. **Hagans, Perman Eugene**, a portion of his DROP account paid directly to him lumpsum, and the remaining balance of his DROP account paid to him bi-weekly over the next 30 years.
12. **Jefferson, Ronald S.**, a portion of his DROP account paid directly to him lumpsum, and the remaining balance of his DROP account paid to him bi-weekly over the next 30 years.

13. **Kazimar, Michael A.**, the entire balance of his DROP account paid to him bi-weekly over the next 30 years.
14. **Miller, Kevin A.**, the entire balance of his DROP account paid to him bi-weekly over the next 46.5 years.
15. **Morgan, Robert Andrew**, the balance of his Retirement Leave Account transferred to the Terminal Leave Conversion Program, and the entire balance of his DROP account paid to him bi-weekly over the next 41.6 years.
16. **Pickering, Michael R.**, the entire balance of his DROP account paid to him bi-weekly over the next 25 years.
17. **Potter, Chester A.**, the entire balance of his DROP account paid to him bi-weekly over the next 30 years.
18. **Remolde, Michele L.**, the entire balance of her DROP account paid to her bi-weekly over the next 47.5 years.
19. **Sirmans, Brad F.**, a portion of his DROP account paid directly to him lumpsum, and the remaining balance of his DROP account paid to him bi-weekly over the next 25 years.
20. **Spicer, David L.**, the entire balance of his DROP account paid to him bi-weekly over the next 17 years.
21. **Thomas, Darrell E.**, a portion of his DROP account paid directly to him lumpsum, and the remaining balance of his DROP account paid to him bi-weekly over the next 36 years.
22. **Thomas, William A.**, the entire balance of his DROP account paid to him bi-weekly over the next 25 years.
23. **Watson Jr., Leland C.**, the balance of his Retirement Leave Account transferred to the Terminal Leave Conversion Program, and the entire balance of his DROP account paid to him bi-weekly over the next 37.8 years.

2013-07-11CA EDUCATIONAL OPPORTUNITIES

Strategic Investment Sector Meeting – August 11-13, 2013 – Connex International

A MOTION MADE BY RICHARD TUTEN TO APPROVE THE CONSENT AGENDA ITEMS 2013-07-(1-11)CA. NAT GLOVER SECONDED THE MOTION WHICH PASSED UNANIMOUSLY.

OLD BUSINESS

2012-12-4 RFP for outside Auditor responses: 4 responses were received plus a response from the current auditor. **RECEIVED AS INFORMATION**

NEW BUSINESS

MONTHLY REPORTS

EXECUTIVE DIRECTOR'S REPORT

Investment Report

2013-07-1 Investment Reports from Summit Strategy. Attachment **RECEIVED AS INFORMATION**

John Keane gave a brief overview, noting that the 1 year number as of June 30th, was 14.59 for the Fund. CALPERS and CALSTERS just reported just reported their results and we're about 300 basis points ahead of them. Dallas Police reported theirs last week and we're also ahead of them.

Dan Holmes is going to be in Jacksonville next month and it was decided that a workshop be held with him on August 15th at 4:00 p.m. to discuss the draft of Emerging, Minority, and Local Managers update.

2013-05-2 Emerging, Minority, Local Managers update. **RECEIVED AS INFORMATION**

2013-07-2 Announcement of upcoming change for JP Morgan's Real Estate portfolio management. Attachment **RECEIVED AS INFORMATION**

Legal

2013-06-3 Florida Times Union suit against the City of Jacksonville, and the Police and Fire Pension Fund, Case No. 2013-CA-5799 CUH. **RECEIVED AS INFORMATION**

2013-07-3 Update on litigation cases being handled by Spector Roseman Kodroff & Willis. Attachment **RECEIVED AS INFORMATION**

2012-12-4CA Second Amended and Consolidated Derivative Action Complaint RE: Freeport-McMoran Copper & Gold Derivative Litigation. Attachment **RECEIVED AS INFORMATION**

Legislative

2013-05-4 Ordinance 2013-366 - Pension Reform Federally Mediated agreement status. **RECEIVED AS INFORMATION**

Administrative Report

2013-07-3 Board meeting dates for the rest of 2013:

Friday, August 16th, 9:00 a.m.
Friday, September 20th, 9:00 a.m.
Friday, October 18th, 9:00 a.m.
Friday, November 15th, 9:00 a.m.
Friday, December 13th, 9:00 a.m.
RECEIVED AS INFORMATION

2013-07-4 Council Auditor's Police and Fire Pension Audit, received yesterday, July 18, 2013. Attachment **Walt Bussells suggested that the Board invite the Council Auditor to the August meeting to explain the findings of the Council Auditor audit to the Board. RECEIVED AS INFORMATION**

Mr. Bussells requested that the Board schedule a workshop on the governance structure and expenses of the Fund. The Executive Director-Administrator and Dr. Herbert have discussed this and will provide a preliminary report at the August meeting and a full report at the September meeting.

Mr. Keane told the Board that the Pension Reform Committee has invited the Fund to present a report at their August 21st meeting.

Walt Bussells noted that our portfolios are under performing their benchmarks net of fees and that the Board needed to discuss and make decisions about asset allocation to change this. As previously noted, a workshop with Dan Holmes was scheduled for 4:00 p.m., Thursday, August 15th.

Nat Glover requested a study of the DROP numbers for the last 3 years. Councilman Clark asked if it could also be compared to another city.

There being no further business, the meeting was adjourned at 9:40 a.m.

**APPROVED AT THE BOARD OF TRUSTEES
MEETING ON AUGUST 16, 2013**

Nat Glover, Board Secretary