

City of Lauderhill Police Officers' Retirement Plan
Minutes
February 06, 2013
2:00 P.M.

Roll Call:

Mr. David Hennessy called the meeting of the City of Lauderhill Police Officers' Retirement Plan to order at 2:10 p.m. at the City of Lauderhill Police Department.

Members Present:

David Hennessy - Chairman, Michael Lucas – Secretary, Floyd Harris, Gary Celetti & Kennie Hobbs – Trustees.

Absent & Excused:

None

Others Present:

Stu Kaufman – Board Attorney; Dave Williams & Patty Ostrander – Precision Pension Administration and Steve Stack – ICC Investment Manager.

Consent Agenda: Warrant Ratification / Approval:

Approval of Minutes:

The Board of Trustees reviewed the minutes for the January 09, 2013 meeting. Mr. Hennessy asked if there were any changes required to the minutes. Mr. Harris offered his response which was duly noted. Mr. Hobbs then made a motion to approve the minutes. Mr. Celetti seconded the motion. The motion passed 5-0.

Warrant 278

Payment of \$18,620.64 to ICC Capital Management, Inc for Quarterly Management Fees from period October 01, 2012 through December 31, 2012. Motion by Mr. Harris to approve as outlined, seconded by Mr. Lucas. Motion passed 5-0.

Warrant 279

Payment of \$1,600.00 to Goldstein Schechter Koch for progress bill related to the September 30, 2012 Financial Statements. Motion by Mr. Hobbs to approve as outlined, seconded by Mr. Harris. Motion passed 5-0.

Warrant 280

Payment of \$1,440.00 to Dulaney & Company, Inc. for Actuarial services through December 2012. Motion by Mr. Hobbs to approve as outlined, seconded by Mr. Lucas. Motion passed 5-0.

Warrant 281

Payment of \$4,800.00 per month to newly retired member Deborah Hierrezuelo, effective November 01, 2012. Mr. Williams advised that this benefit was previously approved by the Board, and this was a DROP transfer to Retirement. Motion by Mr. Celetti to approve as outlined, seconded by Mr. Lucas. Motion passed 5-0.

Warrant 282

Payment of \$ 4,765.41 to Klausner, Kaufman, Jensen & Levinson for legal services through January 30, 2013. Motion by Mr. Hobbs to approve as outlined, seconded by Mr. Celetti. Motion passed 5-0.

City of Lauderhill Police Officers' Retirement Plan— Minutes
February 06, 2013
Page 2 of 3

Warrant 283

Direct Payment request in the amount of \$204,121.56 to John Rhames, payable March 01, 2013. Mr. Williams indicated the DROP account balance was obtained by Dulaney & Co. Motion by Mr. Hobbs as outlined, seconded by Mr. Harris. Motion passed 5-0.

Warrant 284

Payment of \$8,625.76 per month to newly retired member John Rhames. Mr. Williams advised that this benefit was previously approved by the Board, and this was a DROP transfer to Retirement. Motion by Mr. Hobbs to approve as outlined, seconded by Mr. Celetti. Motion passed 5-0

Mr. Hennessy and Mr. Lucas executed all of the aforementioned warrants.

Attorney's Report:

Mr. Kaufman updated the Board on proposed legislation and advised the matter was very fluid at this juncture as such subject to change.

Mr. Kaufman advised the Board that the FRS case was overturned by the Florida Supreme Court as a result of a 4-3 vote.

Mr. Kaufman stated that his office is still working on the total amount spent on the Maraga case.

Actuary's Report:

Not present at the meeting, there no report provided.

ICC - Investment Manager Report:

Mr. Stack, ICC indicated that as of December 31, 2012, the portfolio had a market value of \$14,179,959. The allocation at the end of the quarter based on each asset class is as follows: 7.3% in cash, 29.1% in growth equity, 47.4% and 62.0% in value equity.

Investment performance for the quarter by asset category is as follows: value 4.01% vs. the benchmark of 0.12%, and growth 2.50% vs. the benchmark of 0.12%, which equates to a quarterly return of 3.22% vs. 0.12%. These numbers are gross basis.

The investments return on a fiscal year basis - Value 16.91% vs. the benchmark of 16.42%, Growth 15.79% vs. the benchmark of 16.42%, which equates to an annual return of 15.76% vs. 16.42%.

On a five year basis the total account return was 0.51% vs. the benchmark of 1.92%.

Mr. Stack advised the Board that the possible acquisition of ICC did not take place, no further action pending.

During the presentation, Mr. Kaufman asked Mr. Stack about the liquidation of the multi cap account. Mr. Stack related the transfer was made in-kind to New Amsterdam.

Plan Administrator's Report:

Mr. Williams advised the Board that he worked in conjunction with the City Clerk's office and confirmed that the Fifth Member's seat expires February 2014.

City of Lauderhill Police Officers' Retirement Plan— Minutes
February 06, 2013
Page 3 of 3

Mr. Williams provided the Board with an Audit update. Mr. Williams indicated that he and Mrs. Ostrander manually recreated the buyback schedule based upon the hard copy records provided by the City and presented them to GSK. Mr. Williams was informed by GSK representatives that the numbers did not reconcile. Mr. Williams conveyed that representatives from GSK are still trying to resolve employee contributions / buybacks for the fiscal year with the Finance Department. Mr. Williams is awaiting a response from the City of Lauderhill IT Department for electronic buyback uploads.

Open Discussion:

Mr. Hennessy addressed the Board on changing the monthly meetings to 10:00 a.m. due to recent departmental obligations. The Board agreed and the time change will take effect with the March 06, 2013 meeting. Mr. Williams will apprise all concerned parties.

Mr. Hennessy conveyed that he had a telephone conversation with Mr. Swanson with regard to the asset allocation between ICC and New Amsterdam. Mr. Hennessy stated that the current allocation is 75/25% ICC and New Amsterdam respectively. Mr. Swanson felt a more appropriate allocation would be 60/40% ICC and New Amsterdam respectively. After a brief discussion among the board, Mr. Hobbs made a motion to approve the allocation as proposed, which was seconded by Mr. Harris. Motion carried 5-0.

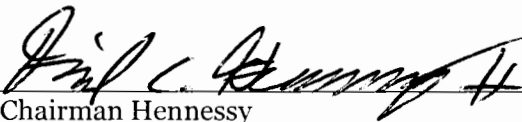
In an effort to contain costs, Mr. Hennessy felt it would prudent to change the current attendance schedule for Mr. Dulaney from monthly to quarterly meetings. Mr. Hennessy reflected that if Mr. Dulaney had pertinent information the schedule could be modified. The Board agreed by consensus. Mr. Williams will apprise Mr. Dulaney accordingly.

Mr. Hennessy informed the Board about an educational Conference sponsored by JP Morgan that focuses on Real Estate Investments.

Mr. Lucas advised that he spoke to Union Representatives at the direction of the Board. The outstanding question was: Should a Tier One member leave and later return, would they be rehired as a Tier One or Tier Two Member? The Union Representatives felt any returning member would fall under the definition of Tier Two.

Adjournment:

Being there was no other business; the meeting was adjourned at 3:15 p.m.

Approved: 
Chairman Hennessy

Date: 03-11-B