

FIREFIGHTERS' SUPPLEMENTAL PENSION BOARD MEETING MINUTES

AUGUST 27, 2007

Chairperson Mike Thomas called the City of Lakeland Firefighters' Supplemental Pension Board to order for a regular board meeting, Monday, August 27, 2007, 9:00 a.m., at 730 E. Main Street, Lakeland, Florida. Present: Chairperson Mike Thomas, Board Member Rick Beale, Board Member Jim Hills, Board Member David Grossman, Mike Welker of Bogdahn Consulting, Lee Dehner of Christiansen & Dehner, P.A. Retirement Services Staff: Kevin Torres, Annette Wieck, Dana Blydenburgh, Deborah Stefanski. Absent: Board Member Tim Spivey, Board Member Oak Duke, Board Member Lyonel Lindsey

❖ Approval of Minutes

Rick Beale made a motion to approve the May 14, 2007 meeting minutes. David Grossman seconded the motion. The motion passed unanimously

❖ Consultant Report

Mike Welker of Bogdahn Consulting, LLC appeared before the Board to provide the quarterly investment review.

- ◆ The one year trailing return is 16.26% versus the policy of 14.98%. This indicates the fund has exceeded the policy's returns by 1.28%.
- ◆ As of 6/30/2007 the portfolio is valued at \$17,362,000
- ◆ The fund captured 130.3% of the return in the Up Markets and 88.4% of the returns in the Down Markets over the last three year period.
- ◆ The Fixed Income Fund is valued at \$5,210,000 and the Total Equity of the portfolio is valued at \$11,965,000 as of 6/30/2007

❖ Legal Report

Lee Dehner, Christiansen & Dehner, P.A.

- ◆ Mr. Dehner reported on the 2006 Premium Tax Distribution Calculation for the City of Lakeland Firefighters' Pension Fund. The unadjusted premium taxes total \$754,876.18; the 7.30% service charge totals \$55,105.96; the maximum net available to distribute totals \$699,770.22; the payroll limitation (6% of calendar year payroll) totals \$446,534.09 resulting in the net distribution amount of \$446,534.09; the total returned to the FF Supplemental Trust Fund is \$253,236.13. An additional amount will be distributed in October. This figure will be reported at the next regular board meeting.
- ◆ An aspect of the Pension Protection Act involving \$3,000 paid toward insurance premiums and the self insured nature of the City's health plan has been resolved by the IRS making the City of Lakeland retirees now eligible to take advantage of this benefit. Mr. Dehner will provide additional information including election forms for Retirement Services Staff to move forward with implementation.
- ◆ Mr. Dehner requested Retirement Services Staff to confirm the receipt of the financial disclosure forms with the supervisor of elections on behalf of each of the trustees.

❖ Director Report

- ◆ Pension Refunds and Retirements

NAME	CHECK DATE	REASON	AMOUNT
Willis, Charles A	6/9/2007	TER	\$1,139.75

Retired

NAME	DOR	AMOUNT	JOB TITLE	CSD
Brown, Thomas E	7/22/2007	\$918.12	Driver Engineer	3 /13/1988

Board member David Grossman moved to accept the refunds and retirements report, Board member Rick Beale seconded the motion. Motion passed.

- ◆ Director Torres discussed the upcoming training provided through the FPPTA Trustees School and the Police & Firefighter Conference sponsored by the State Division of Retirement. Board member David Grossman made a motion that the training was beneficial to the Trustees of the Fund and that Chairman Mike Thomas was authorized by the Board to attend the School October 7-10 2007. Board member Rick Beale seconded the motion. The motion passed unanimously.

❖ **Miscellaneous**

- ◆ Chairman Mike Thomas lead a discussion on actuarial work performed on behalf of the board of trustees with the intent to share the information with the Firefighters Union. Board Counsel, Mr. Dehner advised that the Board may elect to pay 100% of the actuarial related costs or may seek partial reimbursement from the union for those costs associated with collective bargaining. Mr. Dehner stated that there is no standard set and the Board is within their rights to choose the most effective option. Board member Jim Hills made a motion to authorize the Chairman to communicate the actuarial requirements needed for the union to the board employed actuary, Brad Heinrichs, with the Board paying all related fees. Board member Rick Beale seconded the motion. The motion passed unanimously.
- ◆ FPPTA Trustees School, October 7-10, 2007
- ◆ Police & Firefighters State Conference, October 22-24, 2007
- ◆ Next regular meeting scheduled December 10, 2007

❖ **Adjournment**

Meeting adjourned at 10:35 a. m.