

**ATU LOCAL 1596 PENSION FUND
MINUTES OF WORKSHOP HELD
APRIL 18, 2013**

Board Members Present:

Frank Luna – Chairman, Union Appointee
Ronald Morgan – Union Appointee
Tom Lapins - Union Appointee

Others Present:

Nick Schiess - Plan Administrator
Robert Sugarman – Plan Attorney
Frank Wan & Burgess Chambers - Investment Consultant
Norm Audet – Union President

Agenda Item	Discussion	Decision	Status	Follow-up
1.	The meeting was called to order at 9:11 A.M. in the Board Room, Lynx Central Station, 455 N. Garland Av. Orlando, FL 32801.			
2.	Chairman Frank Luna noted that a quorum was not present. Bob Sugarman reviewed the rules of conducting a workshop, noting no action could be taken on any matters.			
4.	<p>Burgess Chambers and Frank Wan provided a report on the investment performance of the portfolio for the period ending December 31, 2012. The investment return for the quarter was 1.9% versus -0.1% for the index and for the calendar year was 12.6% versus 11.4% for the index.</p> <p>Mr. Chambers reviewed the individual investment products in great detail, noting all was satisfactory with the exception of the commingled fund managed by Westwood Capital Management. Frank Wan provided an update on the status of the replacements for the manager previously approved at a prior meeting. He explained that the Plan's custodian, BNY Asset Management, would not manage separate accounts for the Plan and therefore a search would be conducted for their replacement and proposed at the next meeting. Mr. Wan provided and reviewed a draft of a proposed revised Investment Policy</p>		Open	BCA Board

	Statement for consideration at the next meeting.			
5.	Jeff Amrose appeared on behalf of Gabriel, Roeder, Smith & Company to present the Actuarial Valuation for the fiscal year ending September 30, 2012. He reviewed the actual Plan experience versus assumptions, asset smoothing methodology, funding standard account and the costing of the plan in great detail. Mr. Amrose presented an analysis Actuary dated April 18, 2013 regarding the three alternatives of 1) decreasing the recommended contribution rates or 2) maintain current funding rates and improve funding or 3) maintain current funding rates and increase benefits all as a result of the Actuarial Valuation for the 2012 fiscal year. The approval of the Actuarial Valuation will reappear on the agenda for the next meeting.		Open	Board
6.a.	Robert Sugarman announced that proposed Amendment One was ready for execution, which was formerly known as Amendment Six before the recent Plan restatement. He also provided an alternative Amendment One, which contained a provision for equal voting powers between the union and management Trustees in the event there are an odd number of Trustees present at a meeting. The adoption of Amendment One will reappear on the agenda for the next meeting.		Open	Board
6.b.	Robert Sugarman reported that the proposed provision for the prospective removal of interest on refunds of contributions had been folded into proposed Amendment One, which will be considered at the next meeting.		Open	Board
6.d.	Robert Sugarman discussed the process of arbitration on the deadlocked matter of closing the Plan. He advised that the selection of attorneys for each side must be approved by the Board, which in fairness should be selected for both sides at the same time.		Open	Board
8.d.	The Trustees reviewed Paul Helmick's request to change his joint annuitant. A question arose to Mr. Helmick's competency at the date of the request. Nick Schiess		Open	Board PRC

	agreed to notify Mr. Helmick's ex-spouse of the next meeting wherein the matter will be considered before a full Board and also request a copy of the Dissolution of Marriage Agreement.			
10. a.	Robert Sugarman reported that the class action lawsuit against Merrill Lynch Consulting Services had been finalized and Nick Schiess confirmed the receipt of \$143,067.84 as the Plan's proceeds.		Closed	None
	Because there was not a quorum, all other agenda items were tabled until the next meeting. The workshop adjourned at 1:12 P.M.			

Respectfully submitted,

Secretary