

**CITY OF FT. PIERCE POLICE OFFICERS' RETIREMENT TRUST FUND
MINUTES OF MEETING HELD
NOVEMBER 20, 2014**

A quarterly meeting of the Board of Trustees was called to order on November 20, 2014 at 9:30 A.M. in the 1st Floor Conference Room located at the Fort Pierce City Hall, Fort Pierce, Florida.

TRUSTEES PRESENT

John Schramm
Daniel Flaherty
Frank Amandro

OTHERS PRESENT

Bonni Jensen, Klausner Kaufman Jensen & Levinson
Nick Schiess, Pension Resource Center
Burgess Chambers, Burgess Chambers & Associates
Christine Luna, City of Fort Pierce

PUBLIC COMMENTS

There was no public comment.

APPROVAL OF MINUTES

The Trustees reviewed the minutes of the meeting held on September 29, 2014. Daniel Flaherty made a motion to approve the minutes of the meeting held on September 29, 2014. Frank Amandro seconded the motion, approved by the Trustees 3-0.

OTHER BUSINESS

The Board reviewed a proposal from Gabriel Roeder Smith to prepare additional reporting and disclosures required under recently passed Senate Bill 534. Daniel Flaherty made a motion to authorize Gabriel Roeder Smith to prepare additional reporting and disclosures required under Senate Bill 534. Frank Amandro seconded the motion, approved by the Trustees 3-0.

INVESTMENT MANAGER PRESENTATIONS

Burgess Chambers discussed the addition of a private real estate fund to the investment portfolio. He explained that this asset class is generally uncorrelated to other asset classes, which lowers the volatility and increases diversification of the overall portfolio. He discussed the downside of this asset class, specifically illiquidity noting that generally a queue existed to redeem the investment sometimes lasting a year or even longer.

NEW TOWER TRUST COMPANY

Rob Gronda appeared before the Board on behalf of New Tower Trust Company to provide a presentation on the firm's Multi-Employer Property Trust Fund. Mr. Gronda discussed the firm's qualifications and experience, noting that the fund had

been in existence for over thirty one years. He then reviewed the investment process, geographical and sector allocations. A lengthy discussion ensued regarding entrance and exit cues, performance, leverage and fees, which were notes as 89 basis points.

INTERCONTINENTAL CAPITAL MANAGEMENT

Peter Hapgood appeared before the Board on behalf of Intercontinental Capital Management to provide a presentation on the firm's Core Plus Fund. Mr. Hapgood discussed the firm's qualifications and experience. He then reviewed the investment process, geographical and sector allocations. A lengthy discussion ensued regarding entrance and exit cues, performance, leverage and fees, which were notes as 110 basis points plus an added performance based fee.

Frank Amandro was called to duty and departed the meeting. It was noted that without a quorum the selection of an investment manager must be deferred until the next meeting.

Mr. Chambers reviewed the firms' qualifications and experience, presentations, investment strategies, long-term performance and other factors important in the selection of an investment manager. He contrasted the styles of each manager, noting that the leverage and fees were lower for the Multi-Employer Property Trust Fund. A lengthy discussion ensued regarding liquidity of the overall asset class and leverage. Mr. Chambers explained that while greater leverage allows superior returns during up market cycles, it also detracts from performance during down market cycles. Mr. Chambers also explained that while the asset class was not as liquid as the Plan's other investments, it would only be allocated 5% of the overall portfolio. The Board requested the Administrator to schedule a special meeting for the selection of an investment manager.

INVESTMENT CONSULTANT REPORT

Burgess Chambers provided a report on the performance of the investment portfolio for the period ending September 30, 2014. He reported that for the fiscal year, the investment return of the portfolio was 9.0%. Mr. Chambers reviewed in detail the performance of the individual investment products in great detail, noting all was satisfactory.

FINANCIAL REPORT

The Board reviewed the financial report for the quarter ending September 30, 2014.

BENEFIT APPROVALS

The Board reviewed the final retirement benefit calculation for Jeffrey Lashorne and without a quorum approval was deferred to the next meeting.

ATTORNEY REPORT

Bonni Jensen provided for execution an assignment of her agreement with the Board to her new firm Klausner Kaufman Jensen & Levinson.

ADMINISTRATIVE REPORT

Nick Schiess advised that there were no outstanding administrative issues to report.

There being no further business and the next meeting being scheduled for March 21, 2015, the meeting adjourned at 11:55 P.M.

Respectfully submitted,
