

**MINUTES OF A REGULAR MEETING OF THE BOARD OF TRUSTEES OF THE POLICE RETIREMENT SYSTEM HELD IN THE CONFERENCE ROOM AT CITY HALL ON WEDNESDAY, MARCH 28, 2001, AT 1:30 P.M.**

**I. ROLL CALL:**

**A. Pertained to Employees' Retirement Board**

**B. Police Retirement Board:**

The Chairman called the meeting to order at 1:31 PM.

Trustees present were Mayor Rodney Romano (Chairman), Deputy Chief Patrick Hampshire (Vice Chairman), Lt. Kenneth White, Chuck Powers and Philip Blumel. Also present were Kenneth Harrison, Esquire, sitting in for Board Attorney Robert A. Sugarman; and Recording Secretary Valerie Hurley, City Clerk's Office.

**II. ADDITIONS/DELETIONS/REORDERING:**

**A. Pertained to Employees' Retirement Board**

**B. Police Retirement Board**

None.

**C. Employees' and Police Retirement Boards:**

None.

**III. UNFINISHED BUSINESS:**

**A. Pertained to Employees' Retirement Board**

**B. Police Retirement Board:**

None.

**C. Employees' and Police Retirement Boards:**

- 1. Receive and file letter from Kenneth R. Harrison, Sr., Esq., Sugarman & Susskind, to Trusco Capital Management, re Trusco Capital Management's Finova Bond settlement.**

Action: Motion made by Mr. Powers and seconded by Vice Chairman Hampshire to receive and file Attorney Harrison's letter to Trusco Capital Management.

Vote: All Aye.

2. **Receive and file letter dated January 31, 2001, from Kenneth R. Harrison, Sr., Esq., Sugarman & Susskind, to Jennifer Santangelo, Account Services, Lazard Asset Management, re Investment Management Agreements.**

Action: Motion made by Vice Chairman Hampshire and seconded by Mr. Powers to receive and file Attorney Harrison's letter to Lazard Asset Management.

Vote: All Aye.

3. **Consider letter from J. Stephen Palmquist, Actuary, Gabriel, Roeder, Smith & Company, re the actuarial study for lowering age for vested termination benefit to normal retirement age or lowering normal retirement age to 55 or both.**

Mr. Powers said the cost of the changes was higher than expected.

Action: Motion made by Mr. Powers and seconded by Vice Chairman Hampshire to receive and file Mr. Palmquist's letter regarding the actuarial study for lowering the age for vested termination benefit to normal retirement age or lowering normal retirement age to 55 or both.

Vote: All Aye.

4. **Consider letter from J. Stephen Palmquist, Actuary, Gabriel, Roeder, Smith & Company, re the actuarial study for modification of the DROP Plan.**

The different options for modifying the DROP plan and the ramifications to the fund and to employees was discussed in detail.

Consensus was to table the matter until the next meeting and the Mayor will get staff recommendations from the City Manager and Labor Attorney with special emphasis on consideration of a 7 year drop.

#### **IV. NEW BUSINESS:**

##### **A. Pertained to Employees' Retirement Board**

**B. Police Retirement Board**

None.

**C. Employees' and Police Retirement Boards:**

**1. Annual review of disability retirees.**

Risk Manager Dave Murphy distributed copies of a spreadsheet listing those individuals who currently were eligible for and receiving the City's Duty and Non-Duty Disability Retirement benefits and those who had provided the necessary information.

Action: It was moved by Mr. Powers and seconded by Vice Chairman Hampshire to receive and file the Duty Disability Review information provided by Groge Irwin, Keith Mendenhall and Bruce Stoller; and the Non-Duty Disability Review information provided by Donald Smith, Jr., and Michael Shields; and to continue their disability retirement status without interruption.

Vote: All Aye.

**2. Consider individual Fiduciary Liability Insurance. (Requested by Deputy Chief Hampshire).**

Discussion regarding the need for Fiduciary Liability Insurance ensued. Risk Manager David Murphy stated that there is adequate coverage at present.

Action: Motion made by Vice Chairman Hampshire and seconded by Mr. Powers to receive and file the letter from Gibson & Wirt, Inc. regarding individual Fiduciary Liability Insurance.

Vote: All Aye.

**V. CONSENT AGENDA:**

**A. Pertained to Employees' Retirement Board**

**B. Police Retirement Board:**

Action: Motion made by Mr. Powers and seconded by Vice Chairman Hampshire to approve Consent Agenda (B) as follows:

1. Authorize payment of invoice from Sugarman & Susskind, dated March 12, 2001, in amount of \$1,100.00 for retainer fee for month of March 2001.
2. Authorize payment of invoice from Gabriel, Roeder, Smith & Company, dated February 28, 2001, in amount of \$2,627.00, as follows: \$862.00 for second of three payments for October 1, 2000 Actuarial Valuation Report calculated as 25% of fee for last Report (\$3,450) and \$1,765.00 for determining cost impact of changes in the Plan's vesting provisions.

Vote: All Aye.

**C. Employees' and Police Retirement Boards:**

1. Ratify refunds of pension contributions as reported by Finance Department.

None.

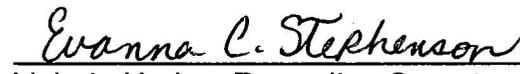
**VI. ADJOURNMENT:**

**B. Police Retirement Board**

Motion made by Mr. Powers and seconded by Vice Chairman Hampshire to adjourn the meeting at 2:33 P.M. by unanimous vote of those members present.

MINUTES APPROVED: 7-23-03

  
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Mayor Rodney G. Romano, Chair  
Police Retirement Board

for   
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Valerie Hurley, Recording Secretary  
Police Retirement Board