

**MINUTES FOR THE POLICE RETIREMENT BOARD SPECIAL MEETING
HELD IN THE CONFERENCE ROOM AT CITY HALL ON
TUESDAY, MAY 25, 2010 at 9:30 AM**

I. ROLL CALL: 10:13 AM

A. Police Retirement Board:

A meeting was called to order at 10:13 am.

Those persons present included:

Trustees: Lt. Kenneth White, Chair
Sgt. Randy Collier, Vice Chair
Karri Casper

Others: Dixie Martinez, Resource Centers
VIA TELECONFERENCE:
Ken Harrison, Sugarman & Susskind
Tim Nash, Bogdahn Group
Members of Public:

II. ADDITIONS/ DELETIONS/ REORDERING:

A. Police Retirement Board:

No additions, deletions or reordering to the Agenda were made for the Police Officers' Retirement Board.

III. UNFINISHED BUSINESS:

IV. NEW BUSINESS:

1. Benefit Approval:

Ms. Martinez presented to the Police Pension Board the following benefit applications for approval: Application for Distribution of DROP account for David Mathews.

Action: A motion was made by Ms. Casper and seconded by Sgt. Collier to approve the Application for Distribution of DROP account for David Mathews

Vote: Voice vote showed: AYES: Unanimous. NAYS: None.

2. Investment Consultant: Tim Nash (The Bogdahn Group)

a. Rigel Capital- (Replacement)

Mr. Nash reported that as of June 30, 2010 Rigel will be closing its doors. Mr. Nash recommends: making the move as fast as possible, hiring a transition manager to sell all stocks in the Rigel portfolio to make sure they receive the best price and execution, and moving dollars to the Russell 1000 Growth Index fund for the short term. Mr. Nash reported that by doing this they will have market exposure at a very low cost for the short term until they find a replacement for Rigel for the long term. Mr. Nash reported that Mr. Harrison has reviewed the agreement with the transition manager. Mr. Nash reviewed the contract and fee structure with the Board. Mr. Nash will bring a list of managers for the Boards review at the next Pension Board meeting in June.

Action: A motion was made by Ms. Casper and seconded by Sgt. Collier to engage BNY Convergenx as transition manager and to accept the recommendations of the investment consultant in relation to the transition from Rigel.

Vote: Voice vote showed: AYES: Unanimous. NAYS: None

Mr. Nash reviewed the funds performance as of March 31, 2010. Mr. Nash reported that for fiscal year as of yesterday the Fund was down 4%.

A. Attorney Report:

Mr. Harrison reported that 67 Bills were filed in the Legislative Session that affected or addressed retiree benefits of those only five passed. Mr. Harrison reported that two were specifically for Palm Beach County; one was for Police and the other for Fire. Mr. Harrison reported that this will bring them into compliance with the changes made last year and they will have to change the ordinance to meet the changes in statute. Mr. Harrison explained that the other three were specifically changes made to the Florida Retirement System (FRS). Mr. Harrison reported that FRS employer contribution as of July 1, 2010 will be 22.15% and as of July 1, 2011 is estimated to be 28.7%. Mr. Harrison reported that as of July 1, 2010 the FRS DROP rate will be lowered to 3%. Also there will be an actuary study done to see the impact on local Plans.

Lt. White asked Mr. Harrison to review if the DROP rate was changed how it would affect members already in the DROP plan. Mr. Harrison reported that with FRS it seems to be that whatever the member has earned they would keep but going forward the new rate would apply. Mr. Harrison reminded the Board that the Financial Disclosure Forms are due July 1st. Mr. Harrison reported that he did not have an update yet on the pending Ordinance amendments. Mr. Harrison reported that the Palm Beach Sheriff's Office (PBSO) had responded and they believe that they should not make contributions for members in the DROP because it is not part of the agreement with the City. Mr. Harrison reported that the City attorney should look into this.

B. Administrator Report:

1. Disability Review

Ms. Martinez reported that there would be no disability offset for Mr. Daniel Lynch since he was a Police Officer and the Plan Document does not have a workers comp offset.

Action: A motion was made by Ms. Casper and seconded by Sgt. Collier to accept the 2009 disability review for Mr. Lynch.

Vote: Voice vote showed: AYES: Unanimous. NAYS: None.

Ms. Martinez reported that the Board needed to nominate judges for the upcoming elections in July. The Board nominated Maria Kahant and Sgt. Ponce. If they are not available Lt. White will find appropriate replacements.

Action: A motion was made by Ms. Casper and second by Sgt. Collier to nominated Maria Kahant and Sgt. Ponce. If they are not available Lt. White will find appropriate replacements.

Vote: Voice vote showed: AYES: Unanimous. NAYS: None

V. CONSENT AGENDA:

A. Police Retirement Board:

Ms. Casper reported that her name was not listed on the Minutes. Ms. Martinez will make the revision.

Action: A motion was made by Ms. Casper and seconded by Sgt. Collier to approve the Consent Agenda, which included a Warrant for invoices and revised Minutes from the meetings on April 20, 2010.

Vote: Voice vote showed: AYES: Unanimous. NAYS: None.

VII. ADJOURNMENT:

There being no other business and the next meeting having been previously scheduled for Tuesday, June 15 at 2:00 PM, the Police Board adjourned the meeting at 10:40 am.

MINUTES APPROVED: June 15, 2010

Kenneth White, Chairman Police Retirement Board

Dixie Martinez,
Administrator Employees' & Police Retirement Boards