



City of Marco Island Florida

JOINT POLICE AND FIRE PENSION BOARD

MEETING MINUTES

November 1, 2018

Fire Department Training Room

1. CALL TO ORDER

The meeting was called to order at 1:06 PM.

2. ROLL CALL

Fire Trustees Present

Raymond Ladurini, Chairman
Laura Litzan, Secretary
Jim Pope
Tom Kirstein

Fire Trustees Absent

William Edwards

Others Present

Pedro Herrera, Sugarman & Susskind, P.A. (by phone)
Amber McNeill, The Resource Centers, LLC
Scott Owens, Graystone Consulting
Charles Mulfinger, Graystone Consulting
Andy McIlvaine, Graystone Consulting
Plan Members

Police Trustees Present

Al Schettino, Chairman
Laura Litzan, Secretary
Glenn Zirgibel
Mark Haueter

Police Trustees Absent

Gerard Shannon

A brief summary of the meeting is as follows:

4. PUBLIC COMMENT

There were no members of the public present.

5. APPROVAL OF MEETING MINUTES

POLICE & FIRE: MOTION TO APPROVE THE JOINT FIREFIGHTERS' AND POLICE OFFICERS' BOARD MEETING MINUTES FROM AUGUST 2, 2018 BY MR. HAUETER AND SECONDED BY MR. ZIRGIBEL. MOTION PASSED UNANIMOUSLY.

6. REPORTS

c. Administrator Report – Amber McNeill, The Resource Centers

Ms. McNeill presented the 2019 meeting schedule to the Boards for approval.

POLICE & FIRE: MOTION TO APPROVE THE 2019 MEETING SCHEDULE BY MR. HAUETER AND SECONDED BY MR. ZIRGIBEL. MOTION PASSED UNANIMOUSLY.

Ms. McNeill provided the Police 2018 compliance report to the Board. Ms. McNeill informed the Board that both Annual Reports had been approved by the State.

FIRE: MOTION TO APPROVE THE FIRE 11-01-18 WARRANT BY MS. LITZAN AND SECONDED BY MR. POPE. MOTION PASSED UNANIMOUSLY.

POLICE: MOTION TO APPROVE THE POLICE 11-01-18 WARRANT BY MR. ZIRGIBEL AND SECONDED BY MR. HAUETER. MOTION PASSED UNANIMOUSLY.

FIRE: MOTION TO APPROVE THE 2019 FPPTA RENEWAL BY MR. LADURINI AND SECONDED BY MR. POPE. MOTION PASSED UNANIMOUSLY.

POLICE: MOTION TO APPROVE THE 2019 FPPTA RENEWAL BY MR. HAUETER AND SECONDED BY MR. ZIRGIBEL. MOTION PASSED UNANIMOUSLY.

POLICE: MOTION TO ADJUST THE RETIREES BENEFIT AMOUNTS AS SOON AS THE RECALCULATIONS ARE RECEIVED WAS MADE BY MR. HAUETER AND SECONDED BY MR. ZIRGIBEL. MOTION PASSED UNANIMOUSLY.

Ms. McNeill provided an update on the fiscal year end process.

FIRE: MOTION TO AUTHORIZE THE CITY AND THE UNION TO UTILIZE GRS AND FOR ALL ASSOCIATED COSTS TO BE PASSED THROUGH TO THEM WAS MADE BY MR. POPE AND SECONDED BY MR. LADURINI. MOTION PASSED UNANIMOUSLY.

Mr. Mullfinger, Mr. Owens, Mr. McIlvaine, and Mr. Herrera entered the meeting at 1:15 PM.

a. Investment Consultant Report – Charles Mulfingher & Scott Owens, Graystone Consulting

Mr. Mulfingher presented updated Investment Policy Statements for both Plans. The new policies include an Investment Consultant acknowledgement that states if there is a loss because of the policy not being followed, then the consultant will reimburse the Plan.

POLICE: MOTION TO APPROVE THE UPDATED INVESTMENT POLICY STATEMENT WAS MADE BY MR. ZIRGIBEL AND SECONDED BY MR. HAUETER. MOTION PASSED UNANIMOUSLY.

FIRE: MOTION TO APPROVE THE UPDATED INVESTMENT POLICY STATEMENT WAS MADE BY MR. POPE AND SECONDED BY MR. LADURINI. MOTION PASSED UNANIMOUSLY.

Mr. McIlvaine reviewed the economy for the quarter at length. Unemployment is at an all time historic low. There have been 110 months of growth.

Mr. Schettino entered the meeting at 1:36 PM.

Fire Summary of Relevant Facts

Mr. Owens informed the Board that the total portfolio as of 9-30-18 was \$20,284,566.35 with a net rate of return of 3.64%. Mr. Owens reviewed the Plan's managers in detail. There was no need for rebalancing. Mr. Owens reviewed the compliance checklist with the Board. The fiscal year net rate of return was 7.89%. The total portfolio as of 10-29-18 was \$19,072,970 with a net rate of return of -7.1% FYTD.

Police Summary of Relevant Facts

Mr. Owens informed the Board that the total portfolio as of 9-30-18 was \$16,371,207.21 with a net rate of return of 3.58%. Mr. Owens reviewed the Plan's managers briefly. Mr. Owens reviewed the compliance checklist with the Board. The total portfolio as of 10-29-18 was \$15,665,732 with a net rate of return of -7.1% FYTD. Graystone is currently watching Fiera Capital. Mr. Owens reviewed the tactical asset allocation and Morgan Stanley's outlook going forward.

b. Attorney Report – Pedro Herrera, Sugarman and Susskind, PA

Mr. Herrera informed the Board that the ordinances are still pending with the City Attorney and will hopefully be on the next council meeting. Ms. McNeill will have the impact statements updated by the actuaries. Mr. Herrera informed the Board of the cancer presumption being reintroduced. The Plan may need to make ordinance updates in order to be compliant with new IRS regulations being released next year. Mr. Herrera reviewed the state ethics requirements regarding gifts with the Board.

7. NEW BUSINESS- NONE

8. OLD BUSINESS- NONE

9. BOARD MEMBER COMMENTS

The Board discussed a social security program offered by Foster and Foster. The Plan would not cover the cost of using such a program; it would be up to the member.

10. The Next Regular Meeting is scheduled for February 7, 2019 at 1:00 PM

11. ADJOURNMENT

MOTION TO ADJOURN THE MEETING WAS MADE BY MR. HAUETER AND SECONDED BY MR. ZIRGIBEL. MOTION PASSED UNANIMOUSLY.

Respectfully submitted,


Al Schettino
Chairman
Police Pension Board


Raymond Laturini
Chairman Secretary
Fire Pension Board