

Village of North Palm Beach Police and Fire Pension Fund

MINUTES OF MEETING HELD

June 13, 2007

Acting Chairman, Robert DiGloria called the meeting to order at 9:35 A.M. in the conference room of the North Palm Beach Village Hall located at 501 US Highway One, North Palm Beach, FL. Those persons present were:

TRUSTEES PRESENT

Robert DiGloria
Bobby Furey
Steve Brandt
Scott Freseman

TRUSTEES ABSENT

Salvatore Mattino

OTHERS PRESENT

Denise McNeill; Pension Resource Center
Bonni Jensen; Hanson, Perry & Jensen PA
Various Members of the Public

ITEMS FROM THE PUBLIC

Anthony Giarrusso addressed the issue of communication between the members and the Pension Fund.

SELECTION OF CHAIRMAN AND SECRETARY

- Scott Freseman made a motion nominating Robert DiGloria as Board Chairman. The motion received a second from Steve Brandt and was approved by the Trustees 4-0.
- Scott Freseman made a motion nominating Salvatore Mattino as Board Secretary, pending Mr. Mattino's acceptance. The motion received a second from Bobby Furey and was approved by the Trustees 4-0.

REQUEST FROM VILLAGE REGARDING COST STUDY

Denise McNeill presented a letter received from Mary Kay McGann in the Human Resource Department advising that a fact-finding committee was established in an effort to investigate potential enhancements to the Pension Fund. As such, the committee has requested to have the actuary provide updated values of specific benefit enhancements listed in a September 2006 cost study.

- Steve Brandt made a motion instructing the administrator to forward the request from the fact-finding committee along to the actuary for the costs to be re-valued using the updated September 2006 valuation information. The motion received a second from Bobby Furey and was approved by the Trustees 4-0.

Bonni Jensen advised that two of the original items are included in a pending ordinance change expected to be approved by the Village Council later this week. Mrs. Jensen recommended that the Board be prepared to authorize other potential requests as long as they are within the scope of the Board's expectations in an effort to support the process between the Unions and the Village.

ATTORNEY REPORT

In an effort to address the concern of communication between the Pension Fund and participants, Bonni Jensen presented a letter for review. The letter, if approved, would be sent to plan members regarding the current status of the lump sum benefit payment from the Fund. The letter summarizes the current situation explaining the three possible options available to the Plan: Change the actuarially assumed interest rate for converting the annuity to the lump sum benefit from the current PBGC rate to 5.25% (the same fixed rate of return being used by the Village's General Employee Pension Fund); Increase the Village's contribution from 19.84% to approximately 32.93% of payroll or to disallow any and all lump sum distributions as an allowable payment from the plan.

Mrs. Jensen advised that she is available to help the fact-finding committee if needed. Mr. DiGloria suggested that the Union review the letter from the Village of items to be valued and advise if there are any additional items the Union would like to have added to the list.

Mrs. Jensen reminded the Board that she had provided a detailed copy of the pension history to Mark Floyd, attorney for the Fire negotiating team.

- Steve Brandt made a motion to accept the letter as presented and for the letter to be sent to all members. The motion received a second from Scott Freseman and was approved by the Trustees 4-0.

Scott Freseman will have a copy of the letter posted on the union board and will post the letter at all stations.

DISBURSEMENTS

Denise McNeill presented disbursements totaling \$9,131.60 for review and approval.

- Bobby Furey made a motion to approve the disbursements as presented. The motion received a second from Steve Brandt and was approved by the Trustees 4-0.

ADMINISTRATOR REPORT

Denise McNeill presented the State report to be executed by Trustees and sent to the Division of Retirement.

- Bobby Furey made a motion to execute the State report. The motion received a second from Steve Brandt and was approved by the Trustees 4-0.

Denise McNeill provided updated signature forms from National City Bank necessary to update Trustee signatures currently on file. The forms were executed by the Board.

Mrs. McNeill then presented information on upcoming conferences for Trustee educational purposes. She also presented a revised conference and expense reimbursement procedure being utilized by the administrator. Mr. Giarusso inquired if Trustees are allowed time off for conference attendance however Mrs. Jensen advised there is currently no provision in the pension plan for the time allowance.

Lengthy discussion followed regarding the potential benefit to sending out a survey versus holding employee workshops to review the pension plan. A special meeting was scheduled for July 17, 2007 to coordinate an informational employee pension workshop.

- Steve Brandt made a motion instructing the Administrator to order a plaque thanking Lew Steinberg for his service to the Plan along with a \$50 gift certificate for dinner. The motion received a second from Scott Freseman and was approved by the Trustees 4-0.

There being no further business:

- Scott Freseman made a motion to adjourn at 9:37 A.M. The motion received a second by Steve Brandt and was approved by the Trustees 4-0.

Respectfully submitted,