

**VILLAGE OF PALM SPRINGS HAZARDOUS DUTY  
EMPLOYEES' PENSION FUND  
MINUTES OF MEETING HELD  
May 1, 2007**

Tim Conboy called the meeting to order at 5:31 P.M. at the Council Chambers in Palm Springs, Florida. Those persons present were:

**TRUSTEES**

Tim Conboy  
James Gregory  
Phil Englert

**OTHERS**

Ernie Mahler, Smith Barney  
Margie Adcock, Pension Resource Center  
Bonni Jensen, Attorney

**MINUTES**

The Board reviewed the minutes of the meeting held February 6, 2007. A motion was made, seconded and carried 3-0 to approve the minutes of the meeting held February 6, 2007.

The Board reviewed the minutes of the joint meeting held March 20, 2007. A motion was made, seconded and carried 3-0 to approve the minutes of the joint meeting held March 20, 2007.

**INVESTMENT MANAGER REPORT: ICC**

The Board was provided with the written quarterly report from ICC. It was noted that Kevin Quinn was available by conference call if necessary.

**INVESTMENT MONITOR REPORT**

Ernie Mahler appeared before the Board. He presented the quarterly performance for the quarter ending March 31, 2007. The total market value of the Fund as of March 31, 2007 was \$6,926,000. He reported that the Fund was up 2.67% net of fees while the benchmark was up 1.07% for the quarter. The fixed income portion of the portfolio was up 1.50% while the benchmark was up 1.48% for the quarter. The equity portion of the portfolio was up 3.58% while the S&P 500 was up .64% for the quarter. Mr. Mahler stated that he feels comfortable with their systems and is pretty satisfied with everything he sees.

**ATTORNEY REPORT**

Ms. Jensen advised that the Village has decided to deduct health insurance from the pension payments to the retirees as the Board requested under the Pension Protection Act of 2006.

Ms. Jensen then discussed the issue involving the definition of salary and the limitation that the Fund had in receiving payroll on a fiscal year basis. She stated that the Village will be able to provide salary information through the date of termination. She noted that the Actuary stated that that was the information he needed to determine pay based on a final average salary from the time of a Participant's termination versus on a fiscal year basis. She noted that the piece that needs to be resolved is for those who retired since 1999 when the minimum benefit was put into place.

There was then discussion on the possible addition of international investing. It was noted that the Board could put off the decision until a decision on the investment monitor is made. However, it was noted that all of the presenters stated that they would recommend international investing. Therefore, it would be wise to amend the Ordinance up to the limits within the Florida Statutes. A motion was made, seconded and carried 3-0 to amend the Ordinance to allow for the maximum amount allowable for foreign investments under the Florida Statutes.

### **ADMINISTRATIVE REPORT**

Margie Adcock presented the Beneficiary/Enrollment Forms received from the Village. A motion was made, seconded and carried 3-0 to approve the list of Enrollment Applications.

Ms. Adcock presented the Board with the benefit calculation and election approval for Robert Poitras. A motion was made, seconded and carried 3-0 to approve the benefit election.

Ms. Adcock presented the disbursements. A motion was made, seconded and carried 3-0 to pay all listed disbursements.

### **OTHER BUSINESS**

There being no further business, the meeting was adjourned.

Respectfully submitted,

Tim Conboy, Chairman