

City of Venice Police Officers' Pension Fund
MINUTES OF REGULAR MEETING
August 13, 2008

:

CALL TO ORDER

Chairman Kevin McGrath called a regular meeting of the Board of Trustees for the City of Venice Police Pension Fund to order at 9:03 AM. Those persons present included:

TRUSTEES

Kevin McGrath, Chairman
Andy Devries
John Holic
James Luck
Peter Sorrentino

OTHERS

Lisa Spanraft, Bogdahn Consulting
Lee Dehner, Christiansen & Dehner
Doug Lozen, Foster & Foster

Kevin McGrath introduced the members and visitors in attendance at the meeting.

MINISTERIAL MATTERS

Chairman McGrath briefly discussed ministerial matters, and stated that the approval letter for the Annual Report has been received from the State. He also reported that the Fiduciary Liability Insurance has been renewed with Willis HRH. Peter Sorrentino stated that all of the Annual Census Affidavits have been received.

Mr. McGrath also reported that Mr. Devries and Mr. Holic have agreed to serve new Trustee terms effective October 1, 2008. Mr. Sorrentino's term will expire on October 1, 2008, and Andrew Lisenring has expressed interest in running for the seat. An election will be held pursuant to Rule 1.7 in the Operating Procedures.

DISCUSSION OF PROPOSALS FROM PLAN ADMINISTRATORS

The Trustees discussed the proposals that were presented on May 21, 2008. Chairman McGrath stated that he talked with Trustees from the North Port Police Pension Board and that they feel that The Pension Resource Center is easy to work with. The fact that The Pension Resource Center has an office located in Cape Coral was also identified as a positive factor.

A motion was made to direct Mr. Dehner to negotiate a contract with The Pension Resource Center. The motion was seconded and approved 5-0.

DOUG LOZEN, FOSTER & FOSTER

Mr. Lozen explained and discussed several options for providing a cost of living adjustment (COLA) to retirees. A lengthy discussion involving the pros and cons and expenses of the options followed.

A motion was made for Chairman McGrath to meet with the Chief to discuss all of the options, then bring the matter back to the November meeting. The motion was seconded and approved 5-0.

Mr. Lozen recommended that the Trustees authorize the utilization of the new mortality tables, RP2000, for the 2008 Actuarial Valuation. He stated that the change will likely cause the cost of the City's contribution to increase by one to two percent of payroll.

A motion was made to utilize the new mortality table for the 2008 Actuarial Valuation. The motion was seconded and approved 5-0.

LISA SPANRAFT, BOGDAHN CONSULTING

Ms. Spanraft discussed the quarterly period ending June 30, 2008. Ms. Spanraft stated that the portfolio market value sustained a loss of \$200,000 during the quarter, down from 26.392 Million to 26.294 Million. She reported that Bowen has done a good job, returning a positive .11% for the quarter.

In response to Trustee questions regarding diversification and the risk level of having only one investment manager, Ms. Spanraft responded that the Board's preference and comfort level should determine whether more than one manager handles the funds. A discussion ensued among the Trustees regarding diversification of investments and the potential of adding an additional investment manager. Ms. Spanraft will bring recommendations for complementary managers to the next quarterly meeting.

LEE DEHNER, CHRISTIANSEN & DEHNER

Mr. Dehner provided an update on legislative matters and discussed future plan amendments that will be required to comply with the Federal Pension Protection Act. He also informed the Board that the State Actuary, Charles Slavin, has submitted proposed rule changes to amend the Administrative Code.

ADJOURNMENT

There being no further business and the next regular meeting of the Board having been previously set for August 12, 2008 at 9 AM, a motion was made to adjourn the meeting at 10.22 AM.

Approved: _____