

**WEST PALM BEACH FIREFIGHTERS' PENSION FUND**  
**MINUTES OF MEETING HELD**  
**APRIL 14, 2011**

Chair Dorritt Miller called the meeting to order at 1:31 P.M. in the Third Floor Conference Room at Station 1; 500 N. Dixie Highway, West Palm Beach, Florida. Those persons present were:

**TRUSTEES**

Dorritt Miller, Chair  
Rick Dorey, Secretary  
Brian Walker, Trustee  
Dave Merrell, Trustee  
Randy Sherman, Trustee

**OTHERS**

Bonni Jensen, the Law Offices of Perry & Jensen  
Audrey Ross, Resource Centers  
Troy Brown, the Bogdahn Group  
Thomas Scerbo, Allianz Global Investors

**PUBLIC COMMENTS**

N/A

**INVESTMENT MANAGER REPORT – ALLIANZ GLOBAL INVESTORS  
(PRESENTED BY: THOMAS SCERBO)**

Mr. Scerbo welcomed himself back and stated that he has now been with Allianz for 16 years and is the managing director. Allianz has 3 offices located with in the United States and they have a total of \$53B in assets under management. Mr. Scerbo commented that they had one personnel change that was effective the end of March. The executive leader in sales resigned, in which a replacement has already been found.

Mr. Scerbo reviewed the performance for the quarter ending December 31, 2011, and stated that they ended the quarter with \$26,369,993. He reported that for the quarter they were ahead of the benchmark at 7.28% versus 6.54%, and as of March 31, 2011 (preliminary) the fund was also ahead at .85% versus .42%. Mr. Scerbo reviewed the contributors to the performance during the quarter, as well as the detractors. He commented that the interest rates started slowly rising and that duration is sensitive to those kinds of changes so they are getting ready to position the portfolio for that effect. The Treasuries have also increased, therefore they will be moving out of those and into cash because the yield risk is not worth taking. Lastly he reviewed the sector breakdown and reported that they are underweighting government agencies and mortgaged backed securities, as they are taking an overweight in emerging markets and non US.

Mr. Brown asked whether anything has changed with the volatility relative to the original PIMCO product. Mr. Scerbo stated that going forward they will not have any problem duplicating PIMCO's numbers, but also explained that last year was the only time that they had the issue of not being inline with PIMCO's original product.

**INVESTMENT CONSULTANT REPORT – THE BOGDAHN GROUP (PRESENTED  
BY TROY BROWN)**

Mr. Brown briefly reviewed the fee proposal memo and explained that they are reviewing all their client's contracts and asking for a fee increase. The proposal is asking for an increase from \$65K to \$70K (annual) for 3 years. The board discussed the increase and negotiated going half; granting a \$2,500 annual increase instead of

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a \$5K annual increase. Mr. Brown commented that he will present the offer to his boss and will get back to the board.

Mr. Brown updated the board on the Alethia/Brown transition. Abel Noser successfully completed the transaction with only a shortfall of 14 basis points. Mr. Brown reviewed their buy and sell process, and commented that he would have calculated it by using the close of the market price as to the opening day price in which they used. Overall it was a very great transition and they want to also use Abel Noser going forward with their other managers for commission recapture services.

Mr. Brown reviewed the revision he made to the investment policy guidelines by adding in Abby Capital.

***A motion was made by Randy Sherman to approve the revised Investment Policy Guidelines as presented by the Plan's Investment Consultant. The motion was seconded by Rick Dorey and carried 5-0.***

Mr. Brown reviewed the preliminary report for the quarter ending March 31, 2011 (4.41% versus 3.87%) and for the fiscal year to date (12% versus 10.27%). For the quarter they had a gain of \$5M due to investments, and almost all the managers outperformed. He commented that he will have the full final report at the next meeting.

**APPROVAL OF MINUTES**

The Board reviewed the minutes of the March 10, 2011 regular meetings.

***A motion was made by Rick Dorey to approve the minutes of the March 10, 2011 regular meeting as amended. The motion was seconded by Brian Walker and carried 5-0.***

**DISBURSEMENTS**

The Board reviewed the disbursements presented for approval by the Administrator.

***A motion was made by Randy Sherman to approve the disbursements that were presented by the Administrator. The motion was seconded by Brian Walker and carried 5-0.***

**BENEFIT APPROVALS**

The Board reviewed the applications for retirement for Mike LeBlanc and Paul Fortunato.

***A motion was made by Randy Sherman to approve the applications for retirements for Mike LeBlanc and Paul Fortunato. The motion was seconded by Brian Walker and carried 5-0.***

**REPORTING OF PLAN FINANCIALS**

The Administrator provided the Board with an unaudited financial statement and an income and expense report for review through the month of February 2011.

***The Board received and filed the un-audited financial statements through the month of February 2011.***

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**ATTORNEY'S REPORT: THE LAW OFFICES OF PERRY & JENSEN (PRESENTED BY: BONNI JENSEN)**

Ms. Jensen reviewed the Abby Capital agreement that was ready for execution and briefly explained that Abby Capital has certain restrictions that they must follow due to their Irish stock market exchange. Also BNY Mellon is their administrator, custodian, registrar and transfer agency.

**A motion was made by Randy Sherman to approve and execute the Abby Capital agreement. The motion was seconded by Rick Dorey and carried 5-0.**

Ms. Jensen announced that she entered into a joint venture with Klausner & Kaufman. She noted that her relationship with this board will not change, and that it will only have an effect on new clients.

Ms. Jensen updated the board on the current amendments to House Bill 7241 and to Senate Bill 1128. She commented that she will be sending out another memo after the Legislative session ends.

**ADMINISTRATOR REPORT: RESOURCE CENTERS (PRESENTED BY: AUDREY ROSS)**

Ms. Ross presented the board with a statement of policy regarding expenses associated with public records, class actions, and domestic relations orders. She explained that we spend a lot of time responding to subpoenas as either an expert witness or as a records custodian. In this case we have created a policy that will provide the member with a packet of plan documents and calculations pertaining to their pension for a flat fee. If we get subpoenaed to appear in court, then there will be an additional hourly fee as well. The board discussed and agreed that the cost of the documents and/or hourly fee would be passed on to the member. Ms. Jensen commented that she will draft up a policy regarding this issue.

**OTHER BUSINESS**

There being no further business and the next Pension Board meeting having been rescheduled for May 12, 2011, the meeting adjourned at 3:15PM.

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Rick Dorey, Secretary