

**WEST PALM BEACH FIREFIGHTERS' PENSION FUND**  
**MINUTES OF MEETING HELD**  
**AUGUST 7, 2014**

Chairman David Merrell called the meeting to order at 1:35 P.M. in the Third Floor Conference Room at Station 1; 500 N. Dixie Highway, West Palm Beach, Florida. Those persons present were:

**TRUSTEES**

David Merrell, Chair  
Brian Walker, Secretary  
Guy Montante  
Scott Kelly  
Ron Frano

**OTHERS**

Audrey Ross, Resource Centers  
Bonni Jensen, The Law Offices of Perry & Jensen  
Dan Johnson, The Bogdahn Group  
Troy Brown, The Bogdahn Group  
Rick Roberts, WPB Firefighter (Retiree)

**PUBLIC COMMENTS**

N/A

**INVESTMENT CONSULTANT REPORT: THE BOGDahn GROUP (PRESENTED BY TROY BROWN & DAN JOHNSON)**

Mr. Brown reviewed the June 30, 2014 quarterly report. He noted that the Plan's assets are now up to \$177M, which is another new high for the Plan. For the quarter the Plan had a return of 2.75% versus the index at 3.63%, and for the fiscal year to date they are up 10.89% versus the index at 11.22%. Mr. Brown reviewed the asset allocation and commented that real estate is slightly underweighted, but everything else is in line with the policy so he does not have any recommendations for rebalancing at this time. During the quarter the Plan redeemed their assets with Abby Capital and funded GHA and the PIMCO Total Return accounts. He briefly reviewed each managers return during the quarter and noted that TBC and Brown are both on watch because they did not meet 3 of the criteria's in the policy, but Mr. Brown is still comfortable with both of them. Mr. Brown commented that the board will need to start thinking of some other alternatives to add into the portfolio when the interest rates start rising. Lastly Ms. Jensen asked Mr. Brown about the Templeton article that was written up regarding pension. Mr. Brown stated that Templeton will be attending the October meeting so the board should ask them that questions directly then.

Lastly Mr. Brown briefly reviewed the flash performance update through July 31, 2014. He noted that July was not a good month and for the quarter to date they are -1.4%, which puts their fiscal year to date number at 9.4%.

**APPROVAL OF MINUTES**

The Board reviewed the minutes of the regular meeting held on June 5, 2014.

**A motion was made by Brian Walker to approve the minutes of the regular meeting held on June 5, 2014 as amended. The motion was seconded by Guy Montante and carried 5-0.**

**DISBURSEMENTS**

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

WEST PALM BEACH FIREFIGHTERS' PENSION FUND  
MEETING OF AUGUST 7, 2014

**A motion was made by Ron Frano 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 benefit approval list presented for approval by the Administrator dated August 7, 2014.

**A motion was made by Ron Frano to approve the 1 application for distribution from DROP account due to retirement, the 2 applications for distributions from DROP accounts due to the mandatory required distribution, the 2 applications for distributions of Share accounts on October 1, 2014, the 2 applications for distributions of DROP accounts on October 1, 2014, and the application for DROP loan. The motion was seconded by Guy Montante and carried 5-0.**

The Trustees reviewed the two applications for hardship withdrawals and also reviewed the hardship withdrawal policy and requirements. The Trustees had a lengthy discussion on what proof should be submitted at the time of a request and noted that they should change their policy to be more specific.

**A motion was made by Scott Kelly to approve the 1 hardship withdrawal request from Share account because according to the member's letter he does meet the requirement of a hardship. The motion was seconded by Brian Walker and carried 5-0.**

**A motion was made by Scott Kelly to deny the 1 hardship withdrawal request from DROP & Share account due to insufficient funds in the members account. The motion was seconded by Ron Frano and carried 5-0.**

Ms. Jensen noted that she will revise the hardship withdrawal policy to add in some of the items that were discussed at today's meeting and she will bring it back to the next meeting to be reviewed.

**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 June 2014.

**The Board received and filed the un-audited financial statements through the month of June 2014.**

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

Ms. Jensen reviewed the Saxena White memo regarding Ocwen Financial Corporation. Saxena White wants this Plan to file as lead plaintiff on this case because this Plan has sustained an estimated loss of over \$100K. There are no costs or fees associated with it. The Trustees had a lengthy discussion on the case and about filing as lead plaintiff and due to the amount of money the Plan has lost they agreed. Ms. Jensen explained the process from here and noted that first Saxena White will file a motion to get started but will not take any other actions before it comes back to this Board for approval or review.

**A motion was made by Scott Kelly to authorize Saxena White to file a motion against Ocwen Financial Corporation on behalf of the Fund seeking**

WEST PALM BEACH FIREFIGHTERS' PENSION FUND  
MEETING OF AUGUST 7, 2014

**appointment as lead plaintiff. The motion was seconded by Ron Frano and carried 5-0.**

Ms. Jensen presented the board with her memo regarding her transition to Klausner, Kaufman, Jensen, & Levinson. She explained that this transition will not have any impact on this Plan, but her contact information will be changing.

**A motion was made by Ron Frano to accept Ms. Jensen's revised contract with Klausner, Kaufman, Jensen, & Levinson. The motion was seconded by Guy Montante and carried 5-0.**

Lastly Ms. Jensen stated that the Plan's Actuary is still in the process of revising the September 30, 2013 Actuarial Valuation Report to revise the administrative expenses. Ms. Jensen and Mr. Armstrong have communicated this to the Division of Retirement as well so that they are aware of the changes as well.

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

Ms. Ross explained that there is a member who was taking monthly withdrawals from his DROP account but our office had to stop the payments because there was not enough money in his account to continue. The member also has an outstanding balance on his DROP loan, but came in shortly after and paid off most of his DROP loan balance (except for \$2K). Now that the member has money in his DROP account again, he wants to start taking his monthly distributions again. Ms. Ross stated that she reviewed this with Ms. Jensen and Ms. Jensen noted a clause from the Plan's distribution policy that would not allow this member to start monthly withdrawals again. Ms. Jensen explained that the current policy has a section in it that states that if a member has less than 15 times the monthly installment at the start of the fiscal year, then the remaining balance will be paid in a lump sum. Due to this clause the member is not allowed to start monthly withdrawals again. The Trustees concurred.

**OTHER BUSINESS**

There being no further business and the next Pension Board meeting having been scheduled for Thursday September 4, 2014 @ 1:30PM, the meeting adjourned at 3:42PM.

---

Brian Walker, Secretary