

**City of Lauderhill Police Officers' Retirement Plan  
Minutes  
December 03, 2014  
10:00 A.M.**

**Call to Order / Roll Call:**

Mr. David Hennessy called the special meeting of the City of Lauderhill Police Officers' Retirement Plan to order at 10:05 A.M. at Lauderhill City Hall, 5581 West Oakland Park Blvd in Lauderhill, Florida.

**Members Present:**

David Hennessy - Chairman, Floyd Harris – Secretary and Gary Celetti (arrived at 11:12 A.M.), Trustee.

**Absent:**

Sam Smith and Kennie Hobbs

**Others Present:**

Paul Daragjati – Board Attorney; Dave Williams – Plan Administrator & Patty Ostrander – Administrative Assistant, Don Dulaney – Board Actuary and Mr. Jeff Swanson via Conference call (10:20 A.M. – 10:52 A.M.).

**Public Discussion:**

None

**Consent Agenda: Warrant Ratification / Approval:**

**Warrant 405**

Payment of \$200.00 to Kumpol Kornsuwan for reimbursement for Actuarial Calculations performed. Motion by Mr. Harris to approve as outlined, seconded by Mr. Celetti. Motion passed 3-0.

**Warrant 406**

Payment of \$900.00 to Goldstein Schechter Koch for Audit services for year ended 09-30-14. Motion by Mr. Harris to approve as outlined, seconded by Mr. Celetti. Motion passed 3-0.

**Warrant 407**

Payment of \$7,307.37 to New Amsterdam Partners, LLC. from period October 01, 2014 through December 31, 2014. Motion by Mr. Harris to approve as outlined, seconded by Mr. Celetti. Motion passed 3-0.

**Warrant 408**

Payment of \$600.00 to FPPTA for 2015 Annual Membership renewal. Motion by Mr. Harris to approve as outlined, seconded by Mr. Celetti. Motion passed 3-0.

**Warrant 409**

**City of Lauderhill Police Pension Plan - Minutes**

**December 03, 2014**

**Page 2**

Payment of \$5,965.00 to Dulaney & Company, Inc. for Actuarial services through September 2014. Motion by Mr. Harris to approve as outlined, seconded by Mr. Celetti. Motion passed 3-0.

**Warrant 410**

Payment of \$30.00 to FPPTA for Floyd Harris Re-Certification. Motion by Mr. Celetti to approve as outlined, seconded by Mr. Hennessy. Motion passed 3-0.

**Warrant 411**

Payment of \$5,975.00 to Klausner Kaufman Jensen & Levinson for Attorney services through October 2014. Motion by Mr. Celetti to approve as outlined, seconded by Mr. Harris. Motion passed 3-0.

**Warrant 412**

Payment of \$213.00 to Sam Smith for Per Diem to attend the State of Florida Municipal Police & Fire Pension Conference. Motion by Mr. Celetti to approve as outlined, seconded by Mr. Harris. Motion passed 3-0.

**Warrant 413**

Payment of \$1,940.00 to Dulaney & Company, Inc. for Actuarial services through October 2014. Motion by Mr. Celetti to approve as outlined, seconded by Mr. Harris. Motion passed 3-0

**Warrant 414**

Payment of \$35.00 to Sun Credit Union – Sam Smith conference materials. Motion by Mr. Harris to approve as outlined, seconded by Mr. Celetti. Motion passed 3-0

**Warrant 415**

Payment of \$567.00 to Sun Credit Union – Floyd Harris to attend the FPPTA Conference. Motion by Mr. Celetti to approve as outlined, seconded by Mr. Hennessy. Motion passed 3-0.

**Attorney's Report:**

Mr. Daragjati discussed the fact sheet pursuant to FS 112.664. Once the Plan approves the Actuarial Valuation Report, they will then have 60 days to submit a fact sheet to Tallahassee, along with a link to the website. Mr. Daragjati's advice is that the Actuary calculates 200 basis points above the Assumed Rate of Return which will provide a counterpoint to the State requirement of 200 basis points below the Assumed Rate of Return. Mr. Dulaney will need to prepare the fact sheet based on the time frame cited above.

Mr. Daragjati advised the Board that he is working on updating the DROP FAQ's.

**Actuary's Report:**

Mr. Dulaney presented the Impact Statement to Mr. Hennessy for execution. Said Impact Statement was signed by Mr. Hennessy and will be filed with all appropriate agencies by the Plan Administrator.

Mr. Hennessy wants to invoke an Administrative Rule that Mr. Dulaney can calculate an estimate free within one year and a final calculation once all funds are received by the City. Mr. Celetti disagreed, and felt that direction to the Plan Administrator would be sufficient.

**Performance Monitor's Report:**

Mr. Swanson attended the meeting via conference call. Mr. Hennessy asked Mr. Swanson about ICC and their performance and Mr. Swanson stated that they have brought on more employees and made positive changes within the company. He feels that we are making money with them and to stay the course at this juncture. Going forward, a passive large cap portfolio may be in order, while maintaining active management in other areas.

Mr. Swanson presented the Board with two proposals: 1) Mr. Swanson recommended that we delete the PIMCO All Asset All Authority account and replace with Westwood Income Opportunity Fund. They are the most compelling among their peers. After the Board discussed the matter, a motion to delete PIMCO immediately and add Westwood Income Opportunity was made by Mr. Harris, seconded by Mr. Celetti. Motion passed 3-0. 2) Mr. Swanson also discussed the incoming cash flow, currently 50% is going into Dodge & Cox and 50% is going into the PIMCO Investment Grade Bond. Mr. Swanson recommended the Board change the cash flow as follows 50% 50 Dodge Cox and 50% to the S & P Vanguard Fund. After considering Mr. Swanson's proposal and discussing the matter, a motion to change the cash flow structure was made by Mr. Harris, seconded by Mr. Celetti. Motion passed 3-0.

**Plan Administrator's Report:**

Mr. Williams updated the Board on the progress with the annual audit.

Payroll Deduction spreadsheet presented.

**New Business:**

Administrative Rule Final Calculations – Addressed under Actuary Report.

**Open Discussion:**

Mr. Harris stated that the Housing Authority wants to draw on their account. Mr. Williams advised the Board again that as of today the Housing Authority has not submitted an executed Promissory Note.

Mr. Daragjati asked the Board if they wanted to move forward or revoke the option since we do not have an executed Promissory Note.

Mr. Hennessy stated that he had a conference call with Mr. Swanson, Mr. Kaufman & Mr. Daragjati regarding the Lauderhill Housing Authority. Mr. Swanson stated that this is a sound investment with a reasonable investment return and overall is a small percentage of our total assets. Mr. Williams indicated that he will be prepared to move

**City of Lauderhill Police Pension Plan - Minutes**

**December 03, 2014**

**Page 4**

forward on this matter accordingly. Mr. Celetti feels this is a good investment and to proceed. Mr. Hennessy agreed.

**Adjournment:**

Being there was no other business; Mr. Hennessy adjourned the meeting at 12:25 P.M.

Approved:  Date: 01-07-15  
Chairman Hennessy