

**Minutes of Meeting  
Board of Trustees  
Police & Fire Employees' Retirement Fund  
April 21, 2009**

A meeting of the Board of Trustees was called to order at 8:25 p.m. in EOC Room, Basement Level, City Hall, 6801 Delmar.

Members in attendance: Diane Sher, Anne Silverstein, Jaime Mendez, Mark Winer, James Carr, Tom Deken, Fred Kramer

Members absent:

Others in attendance: Yolanda Williams, Human Resources Director (Secretary)  
Janet Watson, Deputy City Manager/Finance Director (Treasurer)  
Byron Price, Council Member Liaison

**Minutes**

Member Carr moved to approve the Board minutes of January 27, 2009. The motion was seconded by Member Mendez and carried.

**Vouchers**

The attached listing of vouchers was reviewed. Member Kramer moved to authorize payment of these vouchers. The motion was seconded by Member Deken and carried.

**Applications for Membership**

Zachary Hoelzer- Police Department  
Jesse Meinhardt- Police Department  
Daniel Rayhawk- Police Department

**Applications for Retirement**

None

**Fiduciary Asset Management Report**

Tim Swanson of FAMCO was present to provide an overview/update on the performance portfolio. They have a favorable outlook for the economy. In the middle of December the portfolio was sitting on 8% cash. The cash was reinvested cash and was currently at about 2%. At the end of March the cash was below 1% and was fully invested in the equity account. The portfolio is currently at 65% equities, which is a combination of domestic and international equities, and 35% in bonds.

**Annual Actuarial Valuation**

Actuary Steve Siepmann presented and reviewed the annual valuation highlighting the following:

- The results of the January 1, 2009 valuation reveal that the plan now has an unfunded Accrued Liability of \$512.736.

- The liability increased from a surplus of \$ (1,591,563) at January 1, 2008 to a deficit of \$512,736 at January 1, 2009.
- The Board had recommended using a funding policy of a 15-year amortization of the unfunded accrued liability (or surplus) plus the normal cost. That cost is \$641,933 as of January 1, 2009, or \$683,659 with interest adjustment to December 31, 2009.
- Assets are at about \$20.3 million, which is \$8.5 million lower than last year.
- The Plan is 98% funded.
- Ms. Watson noted the City would receive \$800,000 - \$900,000 from the property tax levy which is completely used to fund the police & fire retirement plan.

### **Other Matters**

Member Deken requested a formula to calculate pension for early retirement. He stated the Police Association is looking at absorbing the costs for members to have another actuary provide calculations for hypothetical retirement dates. Actuary Siepman explained that it not as simple as providing a calculation and he offered, at Janet Watson's suggestion, to provide a cost estimate that would be paid by the employee or Police Association to calculate individual scenarios.

### **Next Meeting Date**

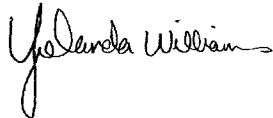
Board affirmed the following meeting dates for 2009: July 28 & October 27.

### **Adjournment**

Member Deken moved to adjourn meeting. The motion was seconded by Member Mendez and carried.

There being no further business, the meeting adjourned at 9:04 p.m.

Respectfully submitted,



Yolanda Williams  
Secretary