

**CITY OF PALMETTO
GENERAL EMPLOYEES'
PENSION BOARD OF TRUSTEES
August 26, 2013 - 8:30 A.M.**

Board Members Present:

Ray Dielman, Chair
Jim Freeman, Vice Chair
Matt Bloome, Secretary—(Entered the meeting at 9:08 a.m.)
Ellen Leonard—(Entered the meeting at 8:32 a.m.)
Patty Persson
Matt Misco
Allen Tusing

Staff and Others Present:

Scott Christiansen, Board Attorney
Charlie Mulfinger, Graystone Consulting
Scott Owens, Graystone Consulting
Amber Foley, Assistant City Clerk

1. Chairman Ray Dielman called the meeting to order at 8:30 a.m.

2. PUBLIC COMMENT

None

3. APPROVAL OF MINUTES

Motion: Mr. Tusing moved, Mr. Misco seconded, and the motion carried 5-0 to approve the June 3, 2013 minutes. Mr. Bloome and Mrs. Leonard were absent for the vote.

4. APPROVAL OF EXPENSES

A) Christiansen and Dehner: Invoices Dated 5/31/2013, 6/30/2013, and 7/31/2013

B) Graystone Consulting: Quarter ending December 31, 2012 (Investment Report)

Chair Dielman added the Foster and Foster Invoice dated in the amount of \$563.00 and an invoice for Florida Municipal Trust in the amount of \$2,808.04.

Motion: Mr. Freeman moved, Mrs. Persson seconded, and the motion carried 5-0 to ratify the paid expenses as presented with the addition of the two invoices. Mr. Bloome and Mrs. Leonard were absent for the vote.

5. INVESTMENT REVIEW

Mr. Mulfinger discussed the second quarter investment review summary. The Plan's portfolio was valued at \$10,100,023 as of June 30, 2013, a gain net-of-fees of \$73,899. He discussed the portfolio's weighting of the equity investment noting that the Large Capitalization Managers under performed for the quarter. His firm met with Polen to discuss their performance. He recommends keeping Polen in the portfolio at this time. Mr. Mulfinger stated that no rebalance is needed at this time. He reviewed the compliance checklist noting managers not in compliance. A copy of the second quarter review summary is attached to and made a part of these minutes.

Mr. Mulfinger is still recommending the Board invest in Connors Investor Services as a covered call manager to protect stocks. Attorney Christiansen is working with Connors to get that investment completed. Mr. Christiansen has a few changes he would like to make and will be working on that. Once completed, a contract will be sent out for the Board's review and signature.

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Mr. Mulfinger stated that the revised Investment Policy Statement has been sent out to all the managers for their signature. Once received, he will distribute to the State.

6. ATTORNEY CHRISTIANSEN'S REPORT

He directed staff to send the Actuarial Valuation Pension letter #1 to the State.

6A. FOLLOW UP DISCUSSION ON SENATE BILL 534

Attorney Christiansen informed the Board that there has been litigation filed to challenge Senate Bill 534.

7. NEW BUSINESS

None

Chairman Ray Dielman adjourned the meeting at 9:18 a.m.

Minutes approved: November 25, 2013

Matt Bloome

Matt Bloome
Secretary