

The City of Mobile, Alabama
Police and Firefighters Retirement Plan
Regular Meeting
July 28, 2010

The Board of Trustees for The City of Mobile, Alabama Police and Firefighters Retirement Plan met in regular session at 9:00 a.m. on Wednesday, July 28, 2010 in the City Council Pre-Conference room on the first floor of the south tower of Government Plaza.

Present:

Retired Fire Service Captain Terry Lilley, Chairman
Police Lieutenant Mike Morgan, Vice-Chairman
Ms. Barbara Malkove
Fire Service Captain James Connick
Mr. Michael Druhan
Retired Police Sergeant Joe Connick
Police Deputy Chief James Barber
Fire Service Captain Bo McLarty
Ms. Joyce Collier
Ms. Wanda Cochran, Counsel
Ms. Mary Berg, Secretary
Ms. Debbie Blackburn, Office Assistant III

Absent:

Guests:

Fire Service Captain Bryan Lee, Mobile Fire Department
Mr. Bob Hubbard, Gray & Co.
Ms. Beth Marietta-Lyons
Ms. Pat Aldrich, City Comptroller
Fire Service Chief Steve Dean, Mobile Fire Department
Police Corporal John Mitchell, Mobile Police Department
Firefighter Joshua Mosner, Mobile Fire Department
Fire Service Driver Michael Hall, Mobile Fire Department
Mr. Robert McLendon, Reporter, Mobile Press-Register
Retired Fire Service Inspector Gerald Hatch
Fire Service Captain Don Dobbs, Mobile Fire Department

The chairman, Mr. Terry Lilley, called the meeting to order at 9:00 a.m.

The chairman requested that the order of the agenda be suspended to allow the guests, Ms. Marietta-Lyons and Ms. Aldrich, to speak. *Mr. Connick moved to dispense with the order of business to allow the guests to speak. The motion was seconded by Deputy Chief Barber, and it carried.*

Ms. Aldrich reported that the Police & Fire Pension Fund monies were not affected by the City's financial troubles. This is because of the nature of the "Fund" Accounting system used by the City. She will provide a more detailed breakdown for the Board.

Deputy Chief Barber asked Ms. Marietta-Lyons if she had any ideas that would provide the Plan with some alternative funding. She reported that a couple of things are to go before the legislature next year, one being the Red Light Tickets bill, and asked for the Board's input and support.

The chairman presented the **minutes of the regular Board meeting of June 23, 2010**. *On a motion by Mr. Druhan, seconded by Deputy Chief Barber, the minutes were approved as written and distributed.*

The chairman presented items 3 and 4 on the agenda for approval. *On a motion by Ms. Malkove, seconded by Mr. Druhan, the Board approved the following:*

Personnel Action Notice of DROP retirement effective August 1, 2010 submitted by **Police Corporal Luther M. McCoy** Mobile Police Department. As of July 31, 2010 Corporal McCoy will be 61 years old and will have served 24.01 years. He has elected the 100% joint and survivor annuity option with no “pop-up” feature; and

Personnel Action Notice of DROP retirement effective August 1, 2010 submitted by **Police Officer Jeanell T. Rawles** Mobile Police Department. As of July 31, 2010 Officer Rawles will be 60 years old and will have served 24.70 years. She has elected the maximum option with no survivor annuity option.

The chairman presented items 5 through 9 on the agenda for approval. *On a motion by Ms. Malkove, seconded by Deputy Chief Barber, the Board approved the following:*

Invoice No. 004404 dated June 30, 2010 in the amount of \$5,000.00 submitted by Gray & Company for investment performance analysis ending June 30, 2010;

Payment in the amount of \$7,649.98, to Orleans Capital Management, for professional fixed income investment services for the quarter ending June 30, 2010;

Payment in the amount of \$1,632.00 to DLJ Real Estate for professional real estate management fees for the period January 1, 2010 through June 30, 2010;

Payment in the amount of \$88.00 to Westbrook Real Estate for professional real estate management fees for the period April 1, 2010 through June 30, 2010; and

Payment in the amount of \$15,133.00 to Levine Leichtman Capital Partners, Inc. for call requested for management fees.

The secretary provided each Board member with a list of the **requests for refund**. *On a motion by Ms. Malkove, seconded by Lt. Morgan, with Deputy Chief Barber abstaining, the Board approved refunds totaling \$127,253.88 as follows:*

<i>John W. Barber</i>	<i>\$39,634.63</i>
<i>Michael T. Clemmons</i>	<i>14,951.63</i>
<i>Jason R. Cooper</i>	<i>10,550.60</i>
<i>Paul A. Harris</i>	<i>22,937.77</i>
<i>Crystal E. Horn</i>	<i>3,381.62</i>
<i>Jonathan A. Johnston</i>	<i>2,642.30</i>
<i>Matthew R. Peak</i>	<i>6,030.72</i>
<i>Bryan L. Phillips</i>	<i>6,759.81</i>
<i>Christian B. Pounder</i>	<i>2,039.95</i>
<i>Thomas W. Price, III</i>	<i>3,461.17</i>
<i>Michael S. Quick</i>	<i>7,950.11</i>
<i>Johnny R. Thornton, Jr.</i>	<i>6,913.57</i>
Total Refunds	\$127,253.88

The consultant, Mr. Bob Hubbard, reported that the 2nd Quarter figures would be finalized by the August meeting. He will send a copy to the trustees via e-mail for their inspection prior to the meeting. Mr. Hubbard also presented an overview of 6 candidate firms to replace Evergreen. His recommendations were Century Capital Management (the Evergreen team is now with this firm) and OMT Capital Management LLC. *Deputy Chief Barber moved to invite the two recommended firms to the August meeting. Captain McLarty seconded the motion, and it carried.*

Mr. Hubbard voiced some concerns regarding the performance of Artio Global Investments. *Captain Connick moved to put Artio Global Investments on probation. Mr. Druhan seconded the motion and it carried.*

Unfinished business:

- An analysis was presented regarding Mr. Connick's motion made during the May Board meeting that no retiree receive less than a Police Officer's or Firefighter's starting pay as a retirement benefit.

New business:

- Gray & Company has served in the position of consultant for the Board since March 2004 and the Board is in no way dissatisfied with them but feels it must do its due diligence by putting out an RFP for consultant. The Board also requests Gray & Company to submit an RFP. *Mr. Druhan moved to issue a RFP for consultant. Deputy Chief Barber seconded the motion and it carried. Captain Connick was absent at this time.*

There being no further business to come before the Board, on a motion by Deputy Chief Barber, and seconded by Ms. Malkove, the meeting adjourned at approximately 10:40 a.m.

James T. Lilley, Jr., Chairman

Mary A. Berg, Secretary