

**Minutes of the
Regular Meeting of the
Board of Trustees of the
Fire and Police Pension Fund, San Antonio
11603 W. Coker Loop, Suite 201
San Antonio, Texas
April 24, 2014**

PRESENT: Chairman Shawn Ury, Police Representative; Vice Chairman J. T. Trevino, Fire Representative; Harry Griffin, Police Retiree Representative; Larry Reed, Fire Retiree Representative; Jim Smith, Police Representative; Dean Pearson, Fire Representative; and Councilman Ray Lopez.

ABSENT: Mayoral Designee Art A. Hall and Councilman Rey Saldana.

OTHERS

PRESENT: Warren Schott, Executive Director; Mark Gremmer; Matthew O'Reilly; Erik Dahler; Sonia Martinez; Richard Matye, Pension Fund Staff.

At 9:03 a.m., Chairman Ury called the meeting to order. Roll was called, and a quorum was declared present.

The Board then recessed to Executive Session at 9:05 a.m., pursuant to Texas Govt. Code §551.071 and §551.072.

The Board reconvened at 9:30 a.m.

RESOLUTION FOR COUNCILMAN CRIS MEDINA

Chairman Ury read the following resolution for Councilman Medina:

WHEREAS, CRIS MEDINA, Trustee of the Fire and Police Pension Fund of San Antonio, Texas, is ending his service with this Board as of January 10, 2014;

WHEREAS, CRIS MEDINA has served as a member of the Board since March 20, 2012;

WHEREAS, CRIS MEDINA, as a Council Trustee, has represented the interest of our public safety employees and beneficiaries; and;

NOW THEREFORE:

***Be it resolved by the Board of Trustees of the
Firemen and Policemen's Pension Fund of San Antonio, Texas:***

1. That the Fire and Police Pension Fund Board of Trustees of San Antonio, Texas, hereby expresses its most sincere appreciation to **CRIS MEDINA, TRUSTEE OF THE BOARD**, for his contribution to the Fund as a Trustee.
2. That this Board go on record as expressing its desire of lasting health, good wishes and sincere thanks to a good friend.

3. That the original of this Resolution, duly subscribed by all members of the Board, be presented to *CRIS MEDINA* as an official expression of the sentiments set forth above, and that a copy hereof be spread in full upon the minutes of the Board as a permanent and official expression of the sincere appreciation herein expressed.

Chairman Ury stated Councilman Medina was not present; however, the Board will present the resolution to Councilman Medina at a later meeting.

MINUTES: Mr. Griffin moved to approve the minutes of the regular meeting held March 27, 2014. The motion was seconded by Vice Chairman Trevino, and it carried unanimously.

EDUCATIONAL

OPPORTUNITIES: Vice Chairman Trevino moved to authorize Board members and appropriate staff to attend the following conferences:

1. World Investment Forum
May 18-21, 2014
2. Highstar Annual Meeting
June 10-12, 2014
3. Landmark Annual Meeting
June 17-18, 2014
4. Opal Emerging Manager Summit
June 8-10, 2014

Mr. Reed seconded the motion, and it carried unanimously.

PENSION APPLICATIONS, ADJUSTMENTS AND REFUND OF

CONTRIBUTIONS: Pension Applications

Mr. Griffin made a motion to approve the following pension applications:

1. A 33 year, 10 month service pension for Fire Engineer Roland Fuentes, Jr., effective May 1, 2014.
2. A 20 year service pension for Police Officer Gerald J. Fuller, effective May 1, 2014.
3. A 27 year service pension for Police Officer Larry M. Hebert, effective May 1, 2014.
4. A 25 year, 1 month service pension for Fire Lieutenant Robert A. West, effective May 1, 2014.

Mr. Smith seconded the motion, and it carried unanimously.

Beneficiary Pensions

Vice Chairman Trevino made a motion to approve the following beneficiary pension applications:

1. A beneficiary pension for Mrs. Christina P. Watson, widow of Active Police Officer Donald L. Watson, Jr., effective March 18, 2014.
2. A beneficiary pension for Donald L. Watson, III, dependent of Active Police Officer Donald L. Watson, Jr., effective March 18, 2014, guardianship pending.
3. A beneficiary pension for Victoria Watson, dependent of Active Police Officer Donald L. Watson, Jr., effective March 18, 2014, guardianship pending.
4. A beneficiary pension for Katherine Watson, dependent of Active Police Officer Donald L. Watson, Jr., effective March 18, 2014, guardianship pending.
5. A beneficiary pension for Mrs. Jackie Miller, widow of Retired Police Officer Roger L. Miller, effective March 27, 2014.
6. A beneficiary pension for Mrs. Christy Taylor, widow of Retired Fire Engineer Mark P. Taylor, effective March 30, 2014.
7. A beneficiary pension for Mrs. Andrea K. Turk, widow of Active Firefighter Casey N. Turk, effective April 9, 2014.
8. A beneficiary pension for Brant Turk, dependent of Active Firefighter Casey N. Turk, effective April 9, 2014, guardianship pending.
9. A beneficiary pension for Dauphine Turk, dependent of Active Firefighter Casey N. Turk, effective April 9, 2014, guardianship pending.
10. A beneficiary pension for AnneMarie Turk, dependent of Active Firefighter Casey N. Turk, effective April 9, 2014, guardianship pending.
11. A beneficiary pension for Mrs. Beatrix B. Tennell, widow of Retired Firefighter James D. Tennell, Jr., effective April 14, 2014.

Mr. Pearson seconded the motion, and it carried unanimously.

Refund of Contributions

Mr. Smith made a motion to approve the following refund of contributions:

1. A 6 year, 8 month refund of contribution for Police Officer Victor H. Gonzalez, effective May 9, 2008.
2. A 10 year, 8 month refund of contribution for Police Officer Russell Swize, effective February 15, 2013.
3. A 1 year, 11 month refund of contribution for Police Officer Raymond Ramos, effective January 24, 2014.

4. A 2 year, 3 month refund of contribution for Police Officer Deirdre Dawson, effective April 23, 2014.

Mr. Pearson seconded the motion, and it carried unanimously.

**EXECUTIVE
DIRECTOR
REPORT:**

PRE-RETIREMENT SEMINAR

Mr. Schott reported there were 19 members to date registered for the seminar. He stated if the number of attendees does not increase substantially, the seminar will be moved to the Pension Fund office instead of City Council Chambers. He will make sure all attendees and speakers are made aware of the change.

ANNUAL MANAGER WORKSHOP REPORT

Chief Investment Officer Matthew O'Reilly gave a report on the recently held Manager Workshop. He reported that the new format of the workshop worked well, stating that managers were better able to learn from one another. Staff will work with the Investment Committee regarding the format for the Fall Workshop.

CHECK SIGNING AUTHORIZATION

Mr. Schott presented the Board with a Resolution designating several staff members as authorized signers on the Fund's petty cash account. He noted that one of the staff members previously authorized on the account had retired and, therefore, they needed to be removed and a new member needed to be designated in their place. The Board agreed with the Resolution, but also asked that a copy of the Petty Cash Policy be provided at a future Board Meeting.

Mr. Reed made a motion to approve the Resolution. The motion was seconded by Mr. Pearson, and it carried unanimously.

ANNUAL REPORT UPDATE

Mr. Schott stated the Annual Report for Fiscal Year 2013 was complete and on the website for review. He noted hard copies of the report were also available and copies had been sent to the State Pension Review Board.

FINANCIAL REPORT FOR PERIOD ENDING MARCH 31, 2014

Mr. Gremmer reported that the Statement of Net Plan Assets for the period ending March 31, 2014 were \$2,618,700,967.80.

**COMMITTEE
REPORTS:**

PERSONNEL/AUDIT COMMITTEE

Mr. Griffin stated that the Personnel Committee did not meet this month, but will be scheduling a meeting in May to review a proposed Document Retention & Destruction Policy recommended by Staff.

DISABILITY COMMITTEE

Mr. Reed stated that the Disability Committee did not meet this month and has no Disability Pension Applications pending. He noted he had been made aware of a police officer that has been inquiring about the procedures for filing for a disability, so the Committee may have an application to review in the coming weeks.

LEGISLATIVE COMMITTEE

Mr. Pearson stated the Legislative Committee held a meeting on April 16th to receive input on benefit changes from the City of San Antonio, the membership and the three associations, in preparation for the upcoming legislative session.

Representatives from the City of San Antonio asked the Pension Fund to consider several benefit changes with the idea of reducing the City's contributions. They requested the Board consider creating a multi-tiered Plan with existing and/or new members and creating a new DC plan instead of the Fund's current DB plan. The Retirees Association requested the COLA language be amended to provide a 100% COLA for those members that retired prior to October 1, 2005. They also discussed the possibility of increasing the minimum pension from the current \$1,850 amount. Neither the Fire nor Police Associations provided any proposals. There were also several suggestions that were made by individual members that were not discussed at this meeting. Additionally, staff noted that there are several sections of the Pension Law that need to be discussed and clarified. The Committee requested Staff provide all of the suggestions to the Board so it can be prepared to discuss them at the next meeting.

The Committee accepted all of the proposals and scheduled another meeting for May 30th at 9:00 a.m. to discuss the proposals with its actuary. However, subsequent to the meeting, a conflict arose with the actuary, so the next meeting has been rescheduled to Thursday, May 29th at 2:00 p.m. to accommodate the actuary.

Legal Counsel, Frank Burney, reported on a San Antonio Chamber of Commerce meeting he attended. He informed the Board that the Chamber Committee was expected to release its position on the City of San Antonio's Legacy Task Force.

INVESTMENT COMMITTEE

Mr. Smith reported that the Investment Committee held its Annual Manager Workshop on Wednesday, April 23rd.

Mr. Smith also stated discussions were held regarding the BlackRock Global Ascent Hedge Fund holding. At this time, Chief Investment Officer Matthew O'Reilly provided the Board an update regarding the discussions.

After some discussion, Mr. Smith made a motion to terminate Blackrock Global Ascent. Mr. Griffin seconded the motion, and it carried unanimously.

AD HOC GOVERNMENTAL & PUBLIC RELATIONS COMMITTEE

Vice Chairman Trevino reported the Public Relations Committee did not have a meeting this month; however, it will be scheduling a meeting in May to begin working with the Fund's new PR Firm, G3 Public Relations. He stated Joe Jimenez has already brought some ideas for the Fund's new Blog and also has some recommendations regarding the Fund's website design. The Committee has asked him to attend the PR Committee Meeting so he can give a first-hand report on his ideas.

DISBURSEMENTS: Mr. Griffin moved, and Mr. Pearson seconded, a motion to approve paying the bills, which was unanimously approved. (See attached disbursements dated April 24, 2014).

**MEMBERS TO
BE HEARD:** None.

ADJOURNMENT: Being that there was no further business, Mr. Griffin moved to adjourn the meeting at 10.20 a.m. Vice Chairman Trevino seconded the motion, and it carried unanimously.

**APPROVED BY THE BOARD OF TRUSTEES AT THE REGULAR
MEETING HELD ON MAY 28, 2014.**

Shawn Ury, Chairman

ATTEST:

J. T. Trevino, Vice Chairman