

CORAL GABLES RETIREMENT BOARD EXECUTIVE SUMMARY OF MINUTES

MEETING DATE: March 11, 2010

MEETING LOCATION: Youth Center Auditorium

Meeting called to order by Chairperson Tom Huston at 8:03 A.M.

Board Members in attendance: Steve Naclerio, Manuel Garcia-Linares, Tom Huston, Sal Geraci, Les Space, Agustin Diaz, Randy Hoff and Victor Goizueta. Board member Wayne Sibley resigned. Staff in attendance: Kimberly Groome, Administrative Manager; Donald G. Nelson, Finance Director; Alan E. Greenfield, Board Attorney; Troy Brown and Dave West, The Bogdahn Group. Guests in attendance: Marjorie Adler, Human Resources Director; John Roche of Thornburg and Richard Martin.

AGENDA

1. Roll call.
2. Approval of the Retirement Board meeting minutes for February 11, 2010.
3. Approval of the Retirement Board Executive Summary minutes for February 11, 2010.
4. Items from the Board attorney.
5. Report of Administrative Manager.
6. Approval of Employee Benefits.
7. Submission of Bills.
8. Approval of Independent Audit and 2009 State Annual Report.
9. Investment Issues.
10. Old Business.
11. New Business.

SUMMARY OF MINUTES IN ORDER AS DISCUSSED

AGENDA ITEM #2 Approval of Minutes

SUMMARY: The minutes for February 11, 2010 were unanimously approved.

AGENDA ITEM # 3: Approval of Executive Summary minutes

SUMMARY: The Executive Summary minutes for February 11, 2010 were unanimously approved.

AGENDA ITEM #4: Items from the Board Attorney.

SUMMARY: Mr. Greenfield reported that the 2009 State Annual Report would be filed on time; an ordinance amendment approved by the City Commission, the issue regarding the Board's request to the State Attorney General; and creation of a Spousal Acknowledgement form for employees.

AGENDA ITEM #5: Report of the Administrative Manager.

SUMMARY: The Board approved the Administrative Manager's report without discussion.

AGENDA ITEM #6: Employee Benefits.

SUMMARY: The Board approved the employee benefits for Rick Kerrick (Retirement) and Gregory Jackson (Vested Rights).

AGENDA ITEM #7: Submission of bills.

SUMMARY: The Board approved the Stanley Holcombe and Associates, City of Coral Gables (for rental of facility and general liability insurance for the quarter) and Goldstein Schechter Koch invoices.

AGENDA ITEM #8: Approval of Independent Audit and 2009 State Annual Report

SUMMARY: Clement Johns and Elisabeth Capota of Goldstein Schechter Koch made their presentations regarding the FY 08/09 independent audit and 2009 State Annual Report. A clean opinion of the plan was issued and the 2009 State Annual Report will be filed on time with the State of Florida.

AGENDA ITEM #9: Investment Issues

SUMMARY: John Roche from Thornburg (international equity manager) reviewed the portfolio's performance and gave Thornburg's view of the market. In 2008 the fund's portfolio with Thornburg was down about 40% but they outperformed the benchmark. If you track their record from 1998 most of their outperformance tends to be in down years. In 2009 when the market came back the fund had a total return of 34% and the portfolio started to shift back towards basic value and emerging market companies. They are flat for 2010 but are outperforming the benchmark. Their economic outlook is for slow global growth and that emerging markets will continue to do well this year. They have increased their holdings to commodity centric markets like Australia and Canada. There is a strong belief that 7% to 10% of total return this year could be a commodity boost in those two countries.

Dave West of The Bogdahn Group reported on February's performance. They added a little over \$4 million to the fund in February and closed the month at \$234,841,139. For fiscal year to date they have accumulated at 6.5% return and the one year rate of return is 27.26%. Equities continue to be the predominant source of return.

Troy Brown of The Bogdahn Group informed that the fund is scheduled in April to get \$4.1 million of the \$4.3 million that is outstanding in their redemption request from JP Morgan. The Board approved a motion to cut their distribution request to \$2.5 million of the \$4.3 million and begin reinvesting the income back into the real estate asset again. Chairperson Huston dissented.

AGENDA ITEM #9: Old Business.

SUMMARY: There was no Old Business that was discussed.

AGENDA ITEM #10: New Business.

SUMMARY: The Chairperson informed that the Board received a resignation letter from Wayne Sibley (the firefighter representative) who served on the Board for many years. The Board invited Mr. Sibley to the next meeting to present him with a Certificate of Appreciation.

The next Retirement Board meeting is scheduled for 8:00 A.M. on April 8, 2010 and will be located in the Youth Center War Memorial Auditorium.

There being no further business the meeting adjourned at 10:39 A.M.