

CORAL GABLES RETIREMENT BOARD EXECUTIVE SUMMARY OF MINUTES

MEETING DATE: February 10, 2011

MEETING LOCATION: Youth Center Auditorium

Meeting called to order by Chairperson Tom Huston at 8:10 A.M.

Board Members in attendance: Steve Naclerio, Manuel Garcia-Linares, Tom Huston, Sal Geraci, Les Space, Troy Easley and Donald R. Hill. Daniel DiGiacomo and Randy Hoff were excused. Staff in attendance: Kimberly Groome, Administrative Manager; Donald G. Nelson, Finance Director; Alan E. Greenfield, Board Attorney; and Troy Brown and Dave West, The Bogdahn Group.

Guests in attendance: Patrick Salerno, City Manager; Vince Carrodeguas, Goldstein Schechter & Koch; Elisabeth Capota, Goldstein Schechter & Koch; Frank Quesada, Candidate for Commissioner.

AGENDA

1. Roll call.
2. Election of a Chairman for the Retirement Board (deferred from January meeting)
3. Election of a Vice-Chairman for the Retirement Board (deferred from January meeting)
4. Election of Investment Committee members (deferred from January meeting)
5. Approval of the Retirement Board meeting minutes for January 13, 2011.
6. Approval of the Retirement Board Executive Summary minutes for January 13, 2011.
7. Items from the Board attorney.
8. Report of Administrative Manager.
9. Approval of Employee Benefits
10. Submission of bills.
11. Investment Issues.
12. Old Business.
13. New Business.

SUMMARY OF MINUTES IN ORDER AS DISCUSSED

The Board presented Victor Goizueta with a Certificate of Appreciation for his time as a Board member.

The City Manager addressed the Board regarding the issue of the hiring of a new Finance Director. Discussions on lowering the assumption rate and funding of the pension plan developed.

Vincent Carrodeguas and Elisabeth Capota of Goldstein Schechter and Koch, the Retirement Board's auditors, presented drafts of the financial statements and the 2010 State Annual Report. The Board approved the Financial Statements subject to adding a subsequent event footnote to the Financial Statements and any questions and comments the Board or staff makes to GSK before the statements are finalized between now and the next meeting.

AGENDA ITEM #5: Approval of Minutes

SUMMARY: The minutes for January 13, 2011 were unanimously approved.

AGENDA ITEM # 6: Approval of Executive Summary minutes

SUMMARY: The Executive Summary minutes for January 13, 2011 were unanimously approved.

AGENDA ITEM #7: Items from the Board Attorney.

SUMMARY: Mr. Greenfield reported that the subscription documents for the managed futures products were completed and the accounts were funded. He informed that he prepared a draft of an ordinance that separated the function of Trustee from that of the Finance Director and it gave the Board the latitude of choosing a Trustee as directed by the Board and sent a copy to the Acting City Attorney but he has not received any input from her regarding it. The Board directed Mr. Greenfield to complete the process of trying to separate the position of the Finance Director and Retirement System Trustee. Mr. Greenfield reported on a QDRO that he and the Administrative Manager have been working on; contacting class action attorneys to monitor the fund and the situation between the City and the General Employees union. A discussion between Mr. Greenfield and the Board began regarding the fiduciary responsibilities of the Board.

AGENDA ITEM #8: Report of the Administrative Manager.

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

AGENDA ITEM #9: Employee Benefits.

SUMMARY: The Board approved the employee benefits for Victor Goizueta, (retirement); Dennis Poin, Michael Jennings, Gail Springer, and Caryn Cotton (DROP).

AGENDA ITEM #10: Submission of bills.

SUMMARY: The Board approved the Stanley Holcombe and Associates and Goldstein Schechter and Koch invoices.

AGENDA ITEM #11: Investment Issues

SUMMARY: Dave West of The Bogdahn Group informed that The Bogdahn Group does not receive any compensation, direct or indirect, from any vendor they might recommend to the table and as part of their assembly of the business model they try and set up a structure to avoid any type of conflict of interest. He reported on that at the Investment Committee meeting the Committee recommended to terminate on manager and interview three managers for that position in the portfolio. Mr. West informed that as of January 31st the total plan assets were at about \$2.5 million into new territory and were at \$270 million. There were some very significant decisions in manager allocations that had a very positive impact over the last year and a half. The Board discussed whether they should lower the assumption rate and the City funding with the Consultants and Mr. Nelson.

AGENDA ITEM #2: Election of a Chairman for the Retirement Board

SUMMARY: The Board elected Troy Easley as Chairman.

AGENDA ITEM #3: Election of a Vice-Chairman for the Retirement Board

SUMMARY: The Board elected Les Space as Vice-Chairman.

AGENDA ITEM #4: Election of Investment Committee members

SUMMARY: The Board elected Steve Naclerio, Randy Hoff and Donald Hill to the Investment Committee.

AGENDA ITEM #18: Old Business.

SUMMARY: No old business was discussed.

AGENDA ITEM #19: New Business.

SUMMARY: No new business was discussed.

The next Retirement Board meeting is scheduled for 8:00 A.M. on March 10, 2011 and will be located in the Youth Center War Memorial Auditorium.

There being no further business the meeting adjourned at 10:41 A.M.