

CORAL GABLES RETIREMENT BOARD EXECUTIVE SUMMARY OF MINUTES

MEETING DATE: November 12, 2009

MEETING LOCATION: Youth Center Conference Room

Meeting called to order by Chairperson Tom Huston at 8:06 A.M.

Board Members in attendance: Steve Naclerio, Manuel Garcia-Linares, Tom Huston, Troy Easley, Victor Goizueta and Wayne Sibley. Board members Sal Geraci, Les Space and Agustin Diaz were excused. 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: Paul Lundmark, Richmond Capital Management; Marj Adler, Human Resources Director; Tom Zelenak, Firefighters' Pension Fund; Robert Johnson, Disability retiree

AGENDA

1. Roll call.
2. Items from the Board attorney.
3. Report of Administrative Manager.
4. Approval of Employee Benefits
5. Disability reviews.
6. Submission of bills.
7. Investment Issues.
8. Old Business.
9. New Business.

SUMMARY OF MINUTES IN ORDER AS DISCUSSED

AGENDA ITEM #7: Investment Issues

SUMMARY: Paul Lundmark of Richmond Capital Management, the fund's fixed income manager, presented to the Board.

Dave West of The Bogdahn Group reported on the investments. The fund finished up September 30th with domestic equity at 45.3%; international equity at 20.7%; domestic fixed income at 23.7%; the real estate declined on a relative basis at 8.1% and the cash equivalent was 2.3%. The return on investment for the total fund at the end of the quarter was \$20,822,288. The fund closed the fiscal year of 2009 at \$218,755,193. Distributions totaled \$18,983,004. Manager fees were \$988,386. Expenses of non-investment manager fees were \$355,040. The return on investment considering the income and dividends received and the net loss that were taken on a mark to market was down \$3,149,833. The fund's return was -0.76% and the fund outperformed the benchmark by about 30 basis points.

AGENDA ITEM #2: Items from the Board Attorney.

SUMMARY: Mr. Greenfield reported on the engagement letter from Goldstein Schechter Koch, the Board's request to the State Attorney General; and the potential lawsuit against the Police 185 Fund. The Board discussed at length the issue regarding State's treatment of the UBS Settlement and approved a motion that Don Nelson direct the Board's actuary to draft a letter that will alleviate the State's concern over the \$1.3 million and that the City pay for the actuary's letter to the State.

AGENDA ITEM #5: Disability reviews.

SUMMARY: The Board approved all disability reviews for continued disability benefits. The Board approved waiving disability retiree Robert Johnson from continuing to submit annual disability reviews to the Board.

AGENDA ITEM #4: Report of the Administrative Manager.

SUMMARY: The Board discussed two of the items of the Administrative Manager's report and approved all items.

AGENDA ITEM #6: Employee Benefits.

SUMMARY: The Board approved the employee benefits for Normita Vengco, Andrew Meszaros, Nicholas Orfaly, Sandra Terry, Juan Carlos Miguez, Beatrix Falstreau, Ronald Van Eyk (retirement), and George Marrero, Stanley Barrett, Mayra Quintero, Douglas Finneran, Carolyn Murphy, Mary Whitley (DROP).

AGENDA ITEM #7: Submission of bills.

SUMMARY: The Board approved Stanley Holcombe & Associates and Alan E. Greenfield invoices.

AGENDA ITEM #8: Old Business.

SUMMARY: No old business was discussed.

AGENDA ITEM #9: New Business.

SUMMARY: Chairperson Huston read excerpts of an article out of the Kiplinger letter and Mr. Greenfield commented on the State Treasure's probe into the State Retirement System.

The next Retirement Board meeting is scheduled for 8:00 A.M. on January 20, 2010 and will be located in the Youth Center War Memorial Auditorium.

There being no further business the meeting adjourned at 10:03 A.M.