

Mr. McCullion called the Joint Quarterly Investment Performance Meeting of the City of Orlando Pension Advisory Committee, Police and Firefighters' Pension Boards to order at 8:22 a.m. on Thursday, June 5, 2014, in Conference Room R, 2nd floor, City Hall, Orlando. The Pension Advisory Committee had a quorum.

**PAC Members**

Todd Berube, S.E.I.U Representative (arrived 8:25)  
Jay Carr, Police Department  
Gerald Poke, L.I.U.N.A Representative (absent)  
Gustavo Castro, Economic Development (arrived 8:26)  
Steve Brown, L.I.U.N.A Representative (absent)  
Charles Ramdatt, Public Works (arrived 8:36)  
Liza Jacobs, Fire Department  
David Rafanowicz, Executive Offices  
Michael Rhodes, Economic Development  
Rick Suggs, S.E.I.U Representative (absent)  
Rebecca W. Sutton, Chairman (absent)

**Police Pension Board Trustees**

Jay L. Smith, Chairman  
Laurie Botts, Trustee  
William C. Long, Secretary  
Tony Blanca, Trustee  
Vince B. Montgomery, Vice-Chair

**Firefighters' Pension Board Trustees**

Ronald A. Glass, Chairman (absent)  
Shannon Raybon, Vice-Chair (absent)  
Douglas Zabin, Secretary (absent)  
Kevin Edmonds, Trustee (absent)  
Mario A. Garcia, Trustee (absent)

**Others Present**

Christopher P. McCullion, Treasurer  
And Executive Director Fire & Police Pension Boards  
Katrina Laudeman, Treasury Manager,  
Deputy Director Fire & Police Pension Boards  
Kevin Leonard and Keith Stronkowski, NEPC  
Michele Keane, Sr. Admin Assistant

**1. PUBLIC COMMENT**

Mr. McCullion asked if there was anyone from the public who wished to speak on an agenda item. There was no response.

**2. MARKET UPDATE – Keith Stronkowski, NEPC**

Mr. Stronkowski gave an update on the market overview for the first quarter of 2014. He stated that most asset classes ended on positive ground, with the domestic equity market at record levels. Value outperformed growth across the market cap spectrum; large caps trumped small caps in the financials sector.

**3. PERFORMANCE UPDATE – Kevin Leonard, NEPC**

Mr. Leonard reviewed the performance of the money managers, and emphasized that despite the volatility of Emerging Markets, NEPC continues to be a big proponent of their value. Some discussion ensued regarding NEPC's concerns with Thornburg's performance and management changes. Mr. Berube suggested having a contingency plan in mind to which Mr. Leonard

explained the review process. **A MOTION THAT THE POLICE PENSION BOARD MOVE FORWARD WITH A SEARCH FOR AN INTERNATIONAL EQUITY MANAGER** was made by Chairman Smith and seconded by Mr. Long. Chairman Smith would also like NEPC to notify Thornburg of the Board's intentions and let them know they are welcome to attend the Police Pension Board meeting on July 10, 2014. **MOTION CARRIED UNANIMOUSLY.**

**A MOTION THAT THE PENSION ADVISORY COMMITTEE ALSO MOVE FORWARD WITH A SEARCH FOR AN INTERNATIONAL EQUITY MANAGER** was made by Mr. Rhodes and seconded by Mr. Berube; **MOTION CARRIED UNANIMOUSLY.**

Mr. Leonard will compile a list of potential replacements and will be available to meet with pension boards.

4. **ASSET LIABILITY STUDY – Kevin Leonard, NEPC**

Mr. Leonard stated the asset liability studies are complete and he will be returning to discuss the results at a later date. He suggested a joint meeting of the Police and Firefighters' Pension Boards and a separate meeting for the Pension Advisory Committee.

5. **GENERAL EMPLOYEES' PENSION ADVISORY COMMITTEE - APPROVAL OF MINUTES- MARCH 6, 2014**

**A MOTION TO APPROVE THE MINUTES FROM MARCH 6, 2014** was made by Mr. Rhodes and seconded by Mr. Castro; **MOTION CARRIED UNANIMOUSLY.**

6. **POLICE AND FIRE TRUSTEES – FINANCIAL DISCLOSURE FORMS DUE JULY 1, 2014**

Mr. McCullion reminded the trustees the financial disclosure forms are due by July 1st and notified the PAC members they are not required to complete these forms.

7. **MEETING ADJOURNED FOR THE PENSION ADVISORY COMMITTEE** at 10:03 a.m.

8. **POLICE PENSION BOARD – THE SEGAL COMPANY AGREEMENT FOR ACTUARIAL SERVICES**

Chairman Smith spoke highly of the service The Segal Company has provided in the past, including some work that has been done at no cost. Mr. McCullion added his recommendation that the Board continue the relationship noting the price is at market rate and adding the value of retaining a company that has a good understanding of the Police Pension plan. **A MOTION TO ACCEPT THE PROPOSAL FROM THE SEGAL COMPANY FROM JULY 1, 2014 TO JUNE 30, 2019** was made by Mr. Blanca and seconded by Ms. Botts; **MOTION CARRIED UNANIMOUSLY.**

**9. POLICE PENSION BOARD -- KLAUSNER, KAUFMAN, JENSEN & LEVINSON AGREEMENT FOR LEGAL SERVICES**

Chairman Smith noted that the fee has slightly increased but it will be guaranteed throughout the next five years. Mr. McCullion added the proposed hourly fee is consistent with the inflation rate since the 2009 agreement and added his recommendation to continue the relationship based on the firm's knowledge and past performance. **A MOTION TO ACCEPT THE AGREEMENT** was made by Ms. Botts and seconded by Mr. Montgomery; **MOTION CARRIED UNANIMOUSLY.**

10. There being no further business, Chairman Smith adjourned the meeting at 10:13.

Respectfully submitted,

Christopher P. McCullion  
Treasurer

Michele V. Keane  
Sr. Administrative Assistant