MEMBERS:  Chief Pat McCabe, Chairman  
            Eng. Garry Mitchell, Secretary  
            Mike Clifford, Trustee  
            Tony Grey, Trustee

ATTENDEES:  Scott Christiansen, Attorney  
            Grant McMurry, ICC  
            Bennett Harmon, ICC  
            Burgess Chambers, BCA  
            Frank Wan, BCA  
            Jeff Templeton, Administrator

Chairman Pat McCabe called the meeting to order at 4:05 P.M.

A motion was made by Mike Clifford and seconded by Garry Mitchell to accept the minutes of the meeting dated 12 February 2009 and the Quarterly Financial Report. All were favor.

A motion was made by Garry Mitchell and seconded by Mike Clifford to elect Chief Pat McCabe as chairman of the WPFD pension board. All were in favor.

A motion was made by Chief Pat McCabe and seconded by Mike Clifford to elect Garry Mitchell, Vice-Chairman/Secretary. All were in favor.

Burgess Chambers gave his report. He has delayed getting into real estate and has blended in a passive approach with Westwood and BNY/Mellon. There were no issues with security lending and he announced that the bank has enough capital to be solid.

Burgess reported that the Investment Policy Statement was adopted in February 2009 and was now effective.

For the first Quarter of 2009, the Plan posted a loss of (-5.8%), bettering the strategic benchmark decline of (-7.0%) and ranking in the top 28% percentile of the aggressive peer group (target equity: 65% or higher) and in the 62nd percentile of the moderate risk peer group (target equity: 55% to 64%).

The fiscal YTD period, the total Trust lost (-16.9%) net, beating the benchmark (-17.4%). The best performing asset category was BNY/Mellon Aggregate Bond Index (+4.6%). Fiscal YTD, Westwood beat its benchmark (-31.4% vs. -35.2%), ICC
beat its benchmark (-34.3% vs. -35.2%), all of the BNY/Mellon Index Funds achieved their benchmarks, and America Euro-Pacific International Fund beat its benchmark (-25.4% vs. -31.0%).

The conversion of BNY/Mellon Stock Index and Aggregate Bond Index programs to non-securities lending platforms was completed on March 10, 2009.

Jeff asked Burgess about stimulus money in reference to pension plans. Burgess discussed the growth of dollar analysis and the performance in rising and declining markets as compared to the benchmark and how it relates to the Total Fund.

Sweep Fund – (Money Market Fund) Burgess Chambers reported to the Board that he did not have enough information from Fiduciary of the South dealing with the sweep fund. Scott Christiansen (plan attorney) stated that he had not had this problem with any other plans fund. When asked by the Board about the 50 basis points that Burgess had mentioned at a prior meeting he wavered on his answer.

Jeff Templeton suggested a telephone conference call between the Board, Jeff and Burgess Chambers. Ann Orsek, Fiduciary Trust International of the South Frank Lomassaro, Program Manager. Burgess asked for a summary. There are (10) types of investment strategies (1-5) are money markets funds, the others are U.S. Government securities, Funds for non-U.S. Residents, Prime and Tax-exempt.

Tony Grey stated that he understood from the conference call that the U.S. Treasury objective & U.S. Treasury & Government Agencies are (2 basis pts) and yield (10 basis points net). These are no management fees. Revenue sharing up to (35 basis points).

The WPFD Plan Sweep Fund would be (cash only), interest on balances (yield 20 basis points) and insured $250,000.00 Per owner.

A motion was made by Tony Grey and seconded by Pat McCabe to accept the Sweep Fund as stated: That the money is protected and would be split between U.S. Treasury and Money Market at (10 basis points) not exceed $250,000.00 cash. All were in favor.

Grant McMurry, ICC, gave his report. He discussed that the stock market is disconnected from the stimulus package. He feels that the market is recovering and it appears that it will recover as it has in the past. When the market goes down, people sell to get out. Usually the wait for a few days then they want to try again thinking they will gain somewhat. He stated that U.S. Treasuries’ yield is now down.

Scott Christiansen, attorney, gave his report.

He reminded the board to complete their Financial Disclosure Form for the State and reminding the members that Jeff has the forms and if given to Jeff he will mail them to the State. The new Legislature for Chapter 175/185 did pass (finally) and was adopted:

Summary of some new items:

1. Broaden credit service (prior fire service / government / military service
2. Trustee terms may be changed from 2 to 4 years
3. Retiree health insurance. Retiree can use their own pick or can have 3% pre tax basis (Scott has already made these changes in Ordinance anticipating this passage of legislature. Retirees should be notified about this.
4. International Securities: 10% now will be 25% of market. (Scott had already put this in Ordinance)
5. Divest certain stocks – any stocks that are inappropriate must be divested as of 10 September 2010. (Must be publically reported but as of yet does not know to who)
6. Termination Provision in the Plan – 100% everyone vested

Ordinance: Immediate changes (no cost to the plan), These were a lot of changes dealing with IRS:
   Page 27 – Disability Payment
   Page 58 – Forfeiture of Pension benefit if felony is committed against a minor
   Page 65 – When an employee goes into DROP calculates as part of the benefit.

A motion was made by Pat McCabe and seconded by Tony Grey to authorize Scott Christiansen to write a new Ordinance and send to the City of Winter Park with the changes that he mentioned. All were in favor.

Larry Wilson, GRS, gave his report: October 1, 2008 Valuation information
   The required minimum contribution for the fiscal year beginning October 1, 2009 is $1,774,777 or 34.9% of the covered annual payroll as of October 1, 2008. We anticipate member contributions will be $305,109.00 and State contributions will be $332,249.00 leaving a city requirement of $1,137,419 or 24.4% of covered annual payroll.
   The actuarial assumptions employed for assumed investment return, mortality rates, retirement rates, withdrawal rates and salary increase rates have been updated based upon the results of our Experience Investigation covering System experience during the period October 1, 2001 through September 30, 2007. A payroll growth assumption has been added for purposes of determine the unfunded accrued liability amortization payment. The new effect of these changes is an increase in the fiscal year beginning October 1, 2009 required minimum contribution of $32,446.00.
   The new actuarial value of assets as of October 1, 2008 is 428,964,427. The net market value of assets as of October 1, 2008 is $26,048,033.
   There are 67 active members and 37 inactive members as of October 1, 2008. The actuarial value investment returns as 5.2% - less that our prior assumption of 8.0%. Plan expenses were 83 basis points of the mean invested market value of assets.
   The System experienced an actuarial gain of $13,958 during fiscal year ended September 30, 2008. Salary increases were generally sources of actuarial gain while investment return and employee turnover were generally offsetting sources of
actuarial loss. Actuarial gains (losses) are measured under the prior actuarial assumptions.

Projection for 2009-2010: cost neutral
Page 32 – City contribution 08-09 & 09-10
Page 2 – updated mortality rate
Page 21 – Actuarial 7.75% (new of investment expenses)

A motion was made by Pat McCabe and seconded by Tony Grey to approve the Valuation Report. All were in favor

A motion based on the advise of the consultant the assumption rate of 7.75% would stay at that rate for next year, and the following year was made by Pat McCabe and seconded by Garry Mitchell. All were in favor.

Jeff Templeton reported that the Fiduciary Insurance Renewal was due and gave the renewal amount to the Board. A motion was made by Pat McCabe and seconded by Tony Grey to renew the insurance.

Chairman Pat McCabe discussed the Pension School that would be in Tallahassee next month if any board member wanted to attend. Jeff Templeton will have all of the information.

The meeting was adjourned at 6:00 P.M.

Respectfully submitted,

Garry Mitchell, Secretary