

**WINTER PARK POLICE OFFICERS' REIREMENT SYSTEM**  
**Quarterly Meeting**  
**10 May 2007**  
**4:00 P.M.**

MEMBERS: Steve Sciortino, Chairman  
Murray Daniel, Secretary  
Zelle Washburn, Trustee  
Larry Katz, Trustee  
Don Jung, Trustee  
ATTENDEES: Larry Wilson, GRS  
Grant McMurray, ICC  
Steve Mergler, Northstar  
Scott Christiansen, Attorney  
Capt. Rex Straw  
Ron Johnson  
Jeff Templeton, Administrator  
Kathy Reed, Administrative Asst.

The meeting was called to order at 4:08 P.M.

Chairman Steve Sciortino introduced Murray Daniel as the new police department elected representative. A motion was made by Steve Sciortino and seconded by Larry Katz to appoint Zelle Washburn as the 5<sup>th</sup> board member. All were in favor.

A motion was made by Murray Daniel and seconded by Zelle Washburn to appoint Steve Sciortino as chairman. All were in favor.

A motion was made by Steve Sciortino and seconded by Larry Katz to appoint Murray Daniel as co-chairman/ board secretary. All were in favor.

A motion was made by Larry Katz and seconded by Murray Daniel to approve the minutes of the meeting dated 8 February 2007 and the quarterly financial report. All were in favor.

Grant McMurray, ICC, gave his report. The total fund was up 1.26% for the quarter, up 6.63% for the fiscal year and up 6.72% for the 5-year period. The fund was up 10.42% as of May 9, 2007.

Steve Mergler, Northstar, gave his report. The total fund was up .92% for the 6 months and as of March 31, 2007 the fund was up 5.77%. The fund was up .62% for the 1-year, up 4.97% for the 5-year. April 1, 2007 –May 10, 2007 the fund was up 3%.

Scott Christiansen, attorney, gave his report:

He advised the board that the Proposed Ordinance had been sent to the City referencing the members' death policy after reaching retirement age. The new DROP form is completed and has already been used. Scott advised the board that Form 1 will be due by July 1, 2007. The summary plan description is on hold while we are waiting to see if the City passes the pre-retirement Proposed Ordinance.

Larry Wilson, GRS, gave his report. He advised the board that in his opinion the benefits provided for under the current plan will be sufficiently funded through the payment of the amount as indicated in this and future Actuarial Valuations report.

The required minimum payment for the fiscal year beginning October 1, 2007 is \$1,421,864 or 28% of the covered annual payroll as of October 1, 2006. He anticipates member contributions will be \$304,897 and State contributions will be \$280,855 leaving a city requirement of \$836,112 or 16.5% of the covered annual payroll.

The charge (positive) and credit (negative) amortization bases have been separately combined as provided under the Internal Revenue Regulation 1.412(b)-1.

There were 81 active members and 52 inactive members as of October 1, 2006. The actuarial value investment return was 8.6% slightly above our assumption of 8.5%. Plan expenses were 71 basis points of the market value of assets.

The plan experienced an actuarial gain of \$95,283. Salary experience, employee turnover and investment return were all generally sources of actuarial gain.

A motion was made by Larry Katz and seconded by Steve Sciortino to approve the actuarial report. All were in favor.

A motion was made by Steve Sciortino and seconded by Murray Daniel based on the advice of its investment professionals and/or actuary, determined that the total expected rate of return for our fund next year, the next several years, and the long-term thereafter, will be 8 ½ %, net of investment related expenses. All were in favor.

Steve Sciortino, chairman, spoke on the RFP concerning the consultant information. The Board decided to reduce the (8) eight RFP's to (4) four and asked Larry Katz, Jeff Templeton and Scott Christiansen to then reduce the consultants to (3) three for interviews before the Board. The (4) four consultants that were remaining at this time were: Citigroup, Segal, Burgess Chambers, and Bogdahn. The Board will invite the (3) remaining consultants to give a presentation at the next scheduled meeting on August 9, 2007.

Jeff Templeton explained the billing of Kraft Insurance. The cost of the endorsement for the PD is \$277.00 as of June 1, 2007. Jeff advised that next year's premium for the

Fiduciary Insurance will be approximately \$6,319.00 A motion was made by Steve Sciortino and seconded by Murray Daniel to pay the insurance premiums and the extensions as stated by Jeff Templeton. All were in favor.

The meeting was adjourned at 5:55 P.M.

Respectfully submitted,

  
Murray Daniel, Secretary