WILLIAM P. HANES CONSULTING, INC.
P.O. BOX 2112
PALM BEACH, FL. 33480

TOWN OF PALM BEACH FIREFIGHTERS RETIREMENT SYSTEM BOARD OF TRUSTEES

Meeting of May 14, 2008

ITEM I. CALL TO ORDER

In Attendance:

TRUSTEES	OTHERS
Richard Krock, Chairman	J. Scott Baur, PRC
Michael Hays, Secretary	Brad Armstrong; Gabriel, Roeder & Smith
Keith Elliot	Sean Higman; Prime Buchholz
Carol Simmons-Rathborne	Bonni Jensen; Hanson Perry & Jensen
Jason French	William Hanes, Pension Administrator

Chairman Richard Krock called a meeting to order at 9:10 AM

ITEM II. APPROVAL OF AGENDA

The agenda was approved with a change in item VIII to follow item XIII

ITEM III. PUBLIC COMMENTS

There were no public comments.

ITEM IV APPROVAL OF MINUTES

The February 13, 2008 minutes were read and corrected. They were approved - 4 for, 1 against.

The March 5, 2008 minutes were reviewed and unanimously approved.

The April 9, 2008 minutes were reviewed and unanimously approved.

ITEM V FINANCIAL STATEMENT

The Board reviewed the financial statement presented by Mr. Baur.

Mr. Elliot made the motion to receive and file and Mr. French seconded the motion. The motion was unanimously approved.

ITEM VI. REPORT ON TRANSITION OF PLAN ADMINISTRATION (Rampell & Rampell)

Mr. Walter Maxwell presented the report on transition of plan administration to the Board.

Mr. Krock stated that he wanted the staff to reconcile and close Pension Resource Center files and transactions at the end of May and then Rampell should begin the accounting services.

Mr. Baur recommended that the Board consider changing to another institution. Mr. Elliot made the motion that the staff make an analysis and authorize Mr. Krock to pick a bank based on the recommendation of town staff. Mr. Hays seconded the motion, and the motion passed unanimously.

ITEM VII. ACTUARIAL REPORT (BRAD ARMSTRONG, GRS)

Mr. Armstrong gave the presentation regarding the 2007 actuarial report. He stated that the report is good news there will not be a supplemental payment to retirees this year.

Mr. Krock asked to have the auditor and Mr. Armstrong attend the next day's meeting. Mr. Armstrong agreed to attend.

Ms. Rathborne moved to allow Mr. Armstrong to invoice the Board based on the GRS contract rate related to his work with the Auditor issues. Mr. French seconded the motion. The motion was unanimously approved.

Mr. Elliot moved to set the retirement reserve fund per the ordinances equal to the liabilities of $38,576,362 for the existing retirees. Mr. Hays seconded the motion. All approved.

ITEM IX ATTORNEY REPORT

Ms. Jensen reported that the Town suggested Wachovia as the Bank that they prefer.

Ms. Rathborne made a motion and Mr. Elliot seconded to open a new account with Wachovia and close the National City account with immediate dispatch. Ms. Jensen commented that we can not immediately close the National City Bank, but if necessary we could transfer money out of National City and transfer back in for purpose of the retiree payroll. The motion was unanimously approved.

Mr. Elliot asked that Ms. Struder be added as a signatory from the town.

Mr. Elliot moved and Ms. Rathborne seconded the motion to increase Ms. Jensen's salary from $170 to $200 per hour. All approved.

ITEM X ADMINISTRATOR REPORT: WILLIAM P. HANES CONSULTING, INC.

Mr. Hanes asserted that his goal would be to provide automated retirement estimates of standard and optional benefits to the Firefighters.

Mr. Higman offered to discuss with Firefighters investment principals

The Board members agreed that Mr. Hanes should attend a conference in Orlando regarding matters of retirement plans.

ITEM XI APPROVAL OF DISBURSEMENTS:

Mr. Elliot made a motion to approve the attached disbursements. Mr. French seconded the motion. The motion was unanimously approved.

ITEM XII RETIREMENT APPLICATIONS: BENEFIT APPROVALS:

There were no retirement applications or benefit payments to approve.

ITEM XIII OTHER BUSINESS:

Mr. Krock stated that the date of the next meeting is August 13, 2008.

Ms. Jensen reported that the town has moved the Town Council meeting from Tuesday, November 11, to Wednesday, November 12. Thus, the Board will not be able to use the Council Chambers. Mr. Krock asked that we keep the meeting on the 12th of November and meet at the EOC room on the 3rd floor at the Fire Station.

Mr. Krock noted that the next meetings will be the 13th of August and the the 12th of November.

ITEM VIII INVESTMENT REPORT:

The investment report was provided by Mr. Jon L. Prime and Mr. Sean T. Higman

Mr. Prime brought to the attention of the Board members the negative quarterly equity returns

Mr. Prime discussed fixed income and the hedge fund returns
Mr. Higman discussed the total fund review and Mr. Krock stated that the reality was the target performance was never hit.

Manager selection was discussed and Mr. Prime stated that there are organizational issues with both Cooke and Bieler and Legg Mason.

Mr. Krock asked the consultants to bring concrete proposals for replacements so that the Board can vote on it tomorrow.

ITEM XIV ADJOURNMENT:

Ms. Rathborne made the motion to adjourn and Mr. Hays seconded. The Board members unanimously approved the motion.