

**PALM BAY POLICE AND FIREFIGHTERS' PENSION PLAN
BOARD OF TRUSTEES
Special Meeting 10-09**

Held on the 16th day of June 2010 at Robert J. Conlan Professional Center, 1501 R. J. Conlan Blvd., NE, Suite 260, Palm Bay, Florida.

This meeting was properly noticed pursuant to law; the minutes are on file in the Office of the City Clerk, City Hall, Palm Bay, Florida.

Richard B. Adams, Chairperson, called the meeting to order at the hour of 9:15 a.m.

ROLL CALL:

PRESENT

Richard B. Adams, Chairperson, Board Appointee
Douglas R. Smith, Trustee, Fire Elected
John J. Mazziotti, Trustee, City Councilmember
Milo Zonka, Trustee, City Councilmember

EXCUSED

Timothy W. Lancaster, Secretary, Police Elected

Also in attendance was Ms. Kathy Adams, Board Administrator. Mr. Patrick Donlan, Actuary, Foster & Foster, Inc. was conference called at 9:36 a.m.

AGENDA REVISIONS:

Motion by Mr. Zonka, seconded by Mr. Mazziotti to add under Old Business, Item 2. Government Accounting Standards Board (GASB) 50. Motion carried with members voting as follows: Mr. Smith, Yea; Mr. Mazziotti, Yea; Mr. Zonka, Yea; and Mr. Adams, Yea.

Motion by Mr. Smith, seconded by Mr. Zonka to excuse Mr. Lancaster's absence as he had a conflict with his schedule. Motion carried with members voting as follows: Mr. Smith, Yea; Mr. Mazziotti, Yea; Mr. Zonka, Yea; and Mr. Adams, Yea.

CONSENT AGENDA:

There were no consent items for approval.

OLD BUSINESS:

- 1. Request by the City of Palm Bay and the Palm Bay Professional Firefighters, Local 2446, for an Impact Study as Part of the Current Negotiations, to be paid by the Fire Fund-Projections & Cost.**-Ms. Adams said she just received an email from Mr. Heinrichs concerning the cost of conducting a cost projection for various terms. She distributed copies to the board. Mr. Zonka discussed the projection and thought it was a separate study as an addition to the Impact Study. The board telephoned Foster & Foster, Inc. and spoke with Mr. Patrick Donlan at 9:36 a.m. He said if they have to do a valuation they look at active employees as of October 1, 2009 for funding.

So if the City is starting a two-tiered plan, technically, there will be no impact. Obviously that is not the case because the City will have a cost down the road. So they can project the cost for ten (10); twenty (20); or thirty (30) years based on assumptions. If you really want to see the long-term impact to the City, that is why they would want this projection. Mr. Donlan asked if the benefits would be less, then the projection should be done so the City can see the costs. Mr. Donlan's telephone call ended at 9:42 a.m. Mr. Zonka said the projection is not part of this Impact Study and should be paid by the parties involved.

Motion by Mr. Smith, to move forward with a twenty (20) year projection paid by the Pension Fund. Mr. Smith's motion died due to the lack of a second. Motion by Mr. Zonka, seconded by Mr. Mazziotti to have the City or the Fire Union pay Foster & Foster through the board for the cost projection that is separate from the Impact Study. Motion failed with members voting as follows:

Mr. Smith, Nay
Mr. Mazziotti, Yea
Mr. Zonka, Yea
Mr. Adams, Nay


- 2. Government Accounting Standards Board (GASB) 50-**Ms. Adams discussed the draft of the City's audit, page 70, where it stated the Plan adopted GASB 50. She expressed concern and wanted it brought to the board's attention that there was no mention of GASB 50 at the last meeting, only GASB 25/27 and she did not have a record in those minutes that the board adopted GASB 50. She will be following up with the board's auditor.

INPUT FROM ACTIVE AND RETIRED PLAN MEMBERS:


There was no input from any active or retired plan members at this time.

ADJOURNMENT:

There being no further business, the meeting adjourned at 9:47 a.m.


Richard B. Adams, Chairperson

ATTEST:



Timothy W. Lancaster, Secretary