



FIRE AND POLICE RETIREE HEALTH CARE FUND, SAN ANTONIO



Minutes of the Meeting of the Board of Trustees of the Fire and Police Retiree Health Care Fund, San Antonio December 21, 2010

PRESENT: Henry Trevino, Fire Department Retiree Representative;
Robert Martinez, Police Department Representative;
Gerald P. Clancy, Police Department Retiree Representative;
Michael Despres, Police Department Representative; and
Andrew Estrada, Fire Department Representative.

ABSENT: Doug Berry, Fire Department Representative;
Art Hall, representing the Mayor of the City of San Antonio;
Councilperson Justin Rodriguez, City of San Antonio; and
Councilperson Philip Cortez, City of San Antonio.

OTHERS PRESENT: James Bounds, Executive Director,
Cecilia Puga Retiree Health Care; and
Frank Burney, Martin & Drought, P.C.

At 9:17 a.m., Chair Martinez called the meeting to order. The roll was called, and a quorum was declared present. The minutes from the meeting held on November 23, 2010 were reviewed and unanimously approved upon motion by Trustee Estrada and second by Trustee Despres.

EXECUTIVE

SESSION: Executive Session: The Board adjourned into Executive Session at 10:02 a.m. pursuant to state law to discuss with counsel legal issues relating to benefit issues. The Executive Session adjourned at 10:08 a.m.

ACTION ITEMS:

1. Investments: Chair Despres notified the Board that Dave Wetzel would like to schedule an investment meeting in early February. It will be rescheduled to coincide with Annual Meeting of the Board, tentatively scheduled on January 27th-28th.
2. Personnel/ Audit: Field work will commence on December 21, 2010. Actuarial field work has also commenced.

3. Benefits: Retired SAPD Richard Martin addressed the Board concerning coverage for his daughter, who was not a "covered dependent" as of the date of retirement. Mr. Burney offered to discuss this matter further with Mr. Martin.
4. Legislative: Chair Clancy discussed the attacks on defined benefit pension plans, both federally and at the state. He urged the Board to be proactive in confronting these challenges. Retiree Association voiced its willingness to oppose such legislative challenges.
5. Administrative Report:
 - a. Expenses: Mr. Bounds presented the expenditures for the Fund. Upon motion by Trustee Estrada and second by Trustee Clancy, a list of expenses and claims and the Financial Report were unanimously approved by the Board.
 - b. IRS Rates: Mr. Bounds reviewed 2011 IRS rates of \$.51 per mile for business use.
 - c. Office Space: Mr. Bounds briefed the Board on "finish-out" selections for final pricing on costs.
6. Consultant Report:
 - a. Legal: Mr. Burney reviewed some of the news articles relating to public pension funds.
 - b. Actuarial: None.
7. Educational Opportunities:

Upon motion by Trustee Trevino and second by Trustee Despres, the Board approved attendance at any of the following educational opportunities:

 - NCPERS Legislative Conference, January 30 – February 1, 2011
 - NAPPA 2011 Winter Seminar Meetings, February 2-4, 2011
 - NAPO 23rd Annual Police, Fire, EMS & Municipal Seminar, February 6-8, 2011
 - IFEBP Gain Practical Knowledge with the Certificate Series, February 21-26, 2011
8. Other Matters Requiring Board Action: None.
9. Members to be Heard: Mr. Trainer reported on the construction of the new Fire & Police building. Mr. Gay asked questions concerning the effect of

PPACA.

10. Next Meeting: The next regularly scheduled meeting will be January 18, 2010 at 10:00 a.m.

ADJOURNMENT: There being no further business, a motion was made by Trustee Despres and second by Trustee Estrada that the meeting adjourns. The motion carried unanimously. The meeting adjourned at 10:10 a.m.

Enclosures

- Financial Statement
- List of approved claims and expenses
- Agenda

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FIRE AND POLICE RETIREE HEALTH CARE FUND, SAN ANTONIO



Minutes of Executive Session – Board Meeting Fire and Police Retiree Health Care Fund, San Antonio December 21, 2010

PRESENT: Henry Trevino, Fire Department Retiree Representative;
Robert Martinez, Police Department Representative;
Gerald P. Clancy, Police Department Retiree Representative;
Michael Despres, Police Department Representative; and
Andrew Estrada, Fire Department Representative.

ABSENT: Art Hall, representing the Mayor of the City of San Antonio;
Councilperson Justin Rodriguez, City of San Antonio; and
Councilperson Philip Cortez, City of San Antonio.

**OTHERS
PRESENT:** James Bounds, Executive Director; and
Cecilia Puga Retiree Health Care; and
Frank Burney, Martin & Drought, P.C.

**EXECUTIVE
SESSION:** Executive Session: Pursuant to state law, the Board recessed to Executive Session at 9:17 a.m. to discuss attorney-client matters relating to benefit issues.

ADJOURNMENT: There being no further business, the Executive Session adjourned at 10:08 a.m.

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F&P Retiree Health Care Fund
Statement of Plan Net Assets
November 30, 2010

	November 30, 2010	September 30, 2010
ASSETS		
Cash - City	\$ 0.00	\$ 0.00
Cash - Trust	35,872.49	13,334.39
Security Lending Collateral	8,078,322.00	6,035,014.00
Investments - Trust	191,717,360.48	185,204,141.56
Accrued Interest - Trust	29,210.41	87,588.69
Pre-paid Expenses	14,700.00	18,900.00
	<u>199,875,465.38</u>	<u>191,358,978.64</u>
 LIABILITIES		
Claims Payable	2,936,153.80	2,960,935.00
Accounts Payable	153,376.31	143,323.53
Security Lending Collateral	8,078,322.00	6,035,014.00
	<u>11,167,852.11</u>	<u>9,139,272.53</u>
 Total Liabilities	 <u>11,167,852.11</u>	 <u>9,139,272.53</u>
 Net Assets Held in Trust	 \$ 188,707,613.27	 \$ 182,219,706.11

F&P Retiree Health Care Fund
Statement of Changes in Plan Net Assets
For the Two Months Ending November 30, 2010

	Current Month	Current Budget	Year to Date	YTD Budget
Additions				
Contributions:				
City of San Antonio	\$ 1,773,328.84	1,770,064.00	\$ 4,438,873.31	4,425,159.00
Active	773,377.16	772,055.00	1,929,424.96	1,930,136.00
Retirees	51,834.24	47,993.00	96,976.79	95,960.00
	<u>2,598,540.24</u>	<u>2,590,112.00</u>	<u>6,465,275.06</u>	<u>6,451,255.00</u>
Total Contributions				
Investment Income:				
Interest	31,930.99	22,430.00	54,097.28	44,860.00
Net Appreciation of Inves	359,426.99	694,950.00	4,265,840.95	1,389,000.00
Other Income	317.56	1,120.00	747.83	2,280.00
Less Investment Expense	(51,550.00)	(48,000.00)	(104,100.00)	(95,800.00)
	<u>340,125.54</u>	<u>670,500.00</u>	<u>4,216,586.06</u>	<u>1,340,340.00</u>
Net Investment Income				
Total Additions	<u>2,938,665.78</u>	<u>3,260,612.00</u>	<u>10,681,861.12</u>	<u>7,791,595.00</u>
Deductions				
Benefit Payments	1,747,920.64	1,875,000.00	3,863,785.64	3,750,000.00
General and Administrati	199,386.67	128,086.65	330,168.32	268,473.30
	<u>1,947,307.31</u>	<u>2,003,086.65</u>	<u>4,193,953.96</u>	<u>4,018,473.30</u>
Total Deductions				
Net Increase	991,358.47	1,257,525.35	6,487,907.16	3,773,121.70

December 21, 2010

Expenses Paid since last Board Meeting

2982	Void	0.00
2983	Void	0.00

Frost	12-Dec	\$ 522.69
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Expenses to be paid at this Board Meeting

2998	Andrew Estrada	Phone /Mileage	\$ 76.00
2999	Art Hall	Phone	\$ 70.00
3000	AT&T	December	\$ 400.70
3001	Citibank	December	\$ 1,672.04
3002	Doug Berry	Phone /Mileage	\$ 153.00
3003	Gerard Clancy	Phone/Per Diem	\$ 286.00
3004	Henry Trevino	Phone	\$ 70.00
3005	JCH	December	\$ 55.00
3006	James Bounds	Per Diem	\$ 216.00
3007	MartinDrought	November	\$ 20,319.06
3008	Mike Despres	Phone /Mileage	\$ 226.00
3009	Richard Dean Martin	Refund	\$ 457.60
3010	Robert Martinez	Phone /Mileage	\$ 570.50
3011	T-Mobile	December	\$ 83.33
3012	FEG	Oct-Dec 10	\$ 47,565.56
3013	Talcott	January Parking	\$ 497.37

Total	\$ <u>73,240.85</u>
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FIRE AND POLICE RETIREE HEALTH CARE FUND, SAN ANTONIO



AGENDA
BOARD OF TRUSTEES MEETING
FIRE AND POLICE RETIREE HEALTH CARE FUND
Tuesday December 21, 2010 – 9:00 a.m.

RECEIVED
SAN ANTONIO
CITY CLERK
10 DEC 16 PM 2:17

1. Call to Order:
2. Roll call:
3. EXECUTIVE SESSION (Discussion only – Closed to Public):
The Board of Trustees may close the meeting to the public at any time and hold an Executive Session pursuant to the Texas Open Meetings Act, Chapter 551.071 and 551.072 of the Texas Government Code. Such Act provides for Executive Session on any matter to be considered during the meeting as it relates to consultation with attorneys, real property, personnel and other matters. While any matter on the Agenda may also be discussed, these specific matters will be discussed with counsel in Executive Session:
4. Minutes – Discussion and possible action on November 23, 2010 minutes:
5. Committee Reports (discussion and possible action):
 - a. Investments:
 - b. Personnel/Audit:
 - Update on Audit
 - c. Benefits:
 - Change in EOB procedures
 - d. Legislative:
6. Administrative report (discussion and possible action):
 - a. Financial reports for November 2010 and list of expenditures
 - b. Update on office space lease
 - c. Update on IRS Mileage Rates
7. Consultant Reports (discussion and possible action):
 - a. Legal: report by Frank Burney

8. Educational Opportunities (discussion and possible action):

- NCPERS Legislative Conference January 30 – February 1, 2011
- NAPPO 2011 Winter Seminar Meetings February 2 - 4, 2011
- NAPO 23rd Annual Police, Fire, EMS & Municipal Seminar February 6 - 8, 2011
- IFEBP Gain Practical Knowledge with the Certificate Series February 21 - 26, 2011

9. Other items requiring board action:

10. Members to be heard:

11. Adjournment:

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CITY OF SAN ANTONIO
CITY CLERK
10 DEC 16 PM 2:17

NOTE:

Enumerated agenda items are assigned numbers for ease of reference only and will not necessarily be considered by the Board in that particular order. For those who need assistance due to physical challenges, accommodations can be made by contacting James Bounds at 220-1385.