

**OFFICIAL PROCEEDINGS OF THE BOARD OF
TRUSTEES
CITY OF LANSING
POLICE AND FIRE RETIREMENT SYSTEM**

Regular Meeting
Council Conference Room
10th Floor, City Hall
Lansing, MI

February 16, 2010
Tuesday, 8:30 a.m.

The Board met in regular session and was called to order at 8:34 a.m.

Present: Trustees Benson, Fabus, Hecksel, Kraus, Oleson, St. Aubin, Wood
Absent: Trustee Bernero

Others: Karen E. Williams, Finance Department; Attorney Ken Lane, Clark-Hill
Law Office (representing the Law Department); David Hoffman, Gabriel,
Roeder, Smith and Company.

It was moved by Trustee Wood and supported by Trustee Kraus to approve the
Official Minutes of the Police and Fire Retirement System Board Meeting of
January 19, 2009 with amendments.

Adopted by the following vote: 7 – 0.

Secretary's Report.

0 new fire member(s), 0 new police members, 0 reinstatement(s), 0
refund(s), 0 transfers, 1 retired. Total: Active membership: 469. 0 .
Refunds made since the last regular meeting amounted to \$ 0.00.
Retirement allowances paid for the month of January, 2010 amounted to
\$1,838,177.91. Total retirement checks printed for the P&F System: 634.
Total retirement checks printed for both systems: 1434. Domestic
relations order received: 0. Domestic relations orders pending: 0. Eligible
domestic relations orders certified: 0.

It was moved by Trustee Hecksel and supported by Trustee Oleson to approve
the application for Regular Age and Service Retirement:

Timothy James, Fire Department, 25 year of service, age , effective
February 1, 2010.

Jon B. Priebe, Fire Department, 25 years of service, age 48, effective February
15, 2010.

Adopted by the following vote: 7 – 0.

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Regular Meeting
Council Conference Room
10th Floor, City Hall
Lansing, MI

February 16, 2010
Tuesday, 8:30 a.m.

Page Two

Karen Williams reported that applicant 2009-F1020's was scheduled to see the Medical Doctor, March 10, 2010 in accordance with the Disability subcommittee's request.

Trustee Hecksel reported to the Board that Disability subcommittee met and reviewed the Medical Doctor's report for applicant #2009-F1124. The subcommittee has recommended to concur with the Medical Doctor's report and approve applicant's #2009-F1124's request for duty disability. Copies of the medical report was distributed for the board's review.

It was moved by Trustee Hecksel and supported by Trustee Kraus to remove from pending case #2009-F1124, concur with the Medical Doctor's report and approve the request for Duty Disability of firefighter Lamarr Bowers.

Adopted by the following vote: 7 -0

Copies of the medical report were return to the retirement analyst.

There were no requests for Non Duty Disability Retirements.

There were no requests for Refund of Accumulated Contributions.

Trustee Hecksel provided an oral report regarding the MAPERS One Day Seminar. Attendees received an update of pending legislation in the Michigan Legislature regarding Public Act 314. Trustee Hecksel reported that other topics included alternative investments and hedge fund and the "basket clause."

Trustee Oleson also reported that he attended the MAPERS One Day Seminar. Trustee Oleson discussed asset allocation and he reviewed the Michigan legislature procedure for approving bills. Trustee Oleson distributed a handout regarding all the pending amendments to Public Act 314.

Attorney Ken Lane provided an update on HB 5323.

Mr. David Hoffman, Gabriel, Roeder, Smith and Company presented the 2008 Actuarial Valuation for the City of Lansing Police and Fire Retirement System. Mr. Hoffman reviewed the plan assets, funded ratio and investment performance. Mr. Hoffman explained actuarial accrued liability. He provided valuation results, comments and conclusions. Mr. Hoffman provided a summary of the benefit provisions and valuation data.

Regular Meeting
Council Conference Room
10th Floor, City Hall
Lansing, MI

February 16, 2010
Tuesday, 8:30 a.m.

Page Three

Trustee St. Aubin inquired regarding proposed legislation that would increase mandatory age of retirement to age 50. Mr. Hoffman indicated that it would affect the valuation for the Police and Fire Retirement System. Mr. Hoffman explained that the City's contribution is affected by the changes in the percentage of payroll. Gabriel, Roeder and Smith Company recommended a separate trust for health care.

It was moved by Trustee Oleson and moved Trustee Hecksel to approve the transfer of \$8,477,953 Reserve for Retired Benefit Payments (RRBP) to the Reserve for Employer Contributions (RERC).

Adopted by the following vote 7- 0.

Trustee Carol Wood updated the Board the staff is completing the final draft for the Request for Proposal for the Actuary Bid Process.

Attorney Ken Lane updated the Board that he provided Mrs. Ursula Finney with paperwork to place a lien on her property for repayment of pension benefits. Attorney Lane expected that signed paperwork would be returned by the end of the month.

Attorney Lane distributed a draft for a new table of contents to reorganize the trustee handbook to provide a section for legal opinions. Attorney Lane provided an update of pending legislation regarding age restrictions for the police and fire plans.

Trustee St. Aubin provided income verification documentation from Ms. Marie Wolfe regarding her request for duty disability pension re-instatement. Trustee St. Aubin reported that Ms. Wolfe has been terminated from the prosecutor's office and no longer receives wages.- Trustee Kraus inquired if Ms. Wolfe is up-to-date with the amount she may have been overpaid.

Karen Williams reported that Ms. Wolfe has not received a pension since 2006.

It was moved by Trustee Hecksel and supported by Trustee Kraus that Ms. Wolfe request for pension re-instatement be approved with the condition that she must notify the board if she is gainfully employed. A friendly amendment was added that a letter be sent to Ms. Wolfe via certified mail indicating that the Board will take immediate action if Ms. Wolfe does not provide future income verification.

Adopted by the following vote: 7- 0.

The board recessed for the Joint meeting.

The meeting adjourned at 12:07 p.m.

Minutes approved on 3/16/2010

Brad St. Aubin

Brad St. Aubin, Chairperson
Police & Fire Retirement System

Jerry Ambrose

Jerry Ambrose, Secretary
Police & Fire Retirement System