MINUTES

GENERAL EMPLOYEES'
RETIREMENT COMMITTEE WORKSHEET AND MEETING

THURSDAY - DECEMBER 1, 2011 - 3:00 PM

PRESENT

Councilman Frantz Pierre
Vic Espinal
Councilwoman Barbara Kramer

ALSO PRESENT

Charlie Mulfinger – Graystone Consulting
Larry Wilson – GRS Actuary
Bob Sugarman – Sugarman & Susskind
Martin Lebowitz – Pension Administrator

ABSENT

Larry Gordon
Lori Helton – Chair

DEPARTMENT REPRESENTATIVES

Robert Grosswald – Sanitation

The meeting was called to order at 3.25 p.m. by Councilwoman Kramer and was followed by a roll call of Trustees. As we did not have a quorum, Bob Sugarman pointed out that we are not allowed to make any motions, pay any bills or take any actions and this meeting converts to a workshop.

I. GRAYSTONE CONSULTING – Q/E 9/30/2011

Charlie Mulfinger presented the performance report, indicating a total portfolio market value on 9/30/2011 of $55,875,802 (including accrued income). This represents a net decrease in value from the previous quarter of $6,381,240. The total asset allocation was reported to be 49.78% invested in domestic equities, 9.09% invested in international, 40.58% in fixed income and .55% in cash and equivalents. The total fund earned -10.25% for the quarter.

For the quarter ended 9/30/2011: Garcia Hamilton outperformed Russell 1000 Growth Fund -12.94% vs. -13.13%. Buckhead outperformed Russell 1000 Value Fund -12.80% vs. -16.20%. GW Capital returned -27.83 vs. -21.48% for the Russell 2000 Value Fund. MDT returned -17.47% vs. -19.33% for the Russell Mid Growth Fund. Harding Loevner returned -20.09% vs -19.85% for the MSCI AC World x US. Thornburg returned -22.32% vs. -19.85% for the MSCI AC World x US. Davis Hamilton Fixed Income earned -.42% under-performed the BC Int. Gov/Credit of 2.39%.

Plan year results: Total return earned for plan year was .12%.

Charlie Mulfinger handed out information on Asset Allocation reconsidered.

II. GRS - ACTUARY

Larry Wilson gave his status of the experience study and he said it should be available at the next meeting.

Councilman Pierre arrived at 3:55 enabling a quorum.

III. PENSION ATTORNEY REPORT

Bob Sugarman distributed a letter with legislation changes (see attached).

After discussion, motion by Councilman Pierre, seconded by Councilwoman Kramer to provide Sugarman & Susskind with the Plan's stock holding and have access from our custodian Salem Trust for the purpose of permitting determination whether we were the victims of security fraud or derivatives.

Motion carried.

IV. APPROVAL OF MINUTES – AUGUST 18, 2011

Motion by Vic Espinal, seconded by Councilwoman Kramer, to accept the August 18, 2011 minutes for the General Employees' Retirement Plan Meeting.

Motion carried unanimously.

V. CALENDAR 2012

Reviewed the 2012 calendar, Councilman Pierre requested that the meetings begin at 3:30.

Vic Espinal asked about the status to have a joint meeting with decision maker from the Investment Managers. The joint meeting is still pending waiting for the Police & Fire Retirement Committee to respond. Martin Lebowitz will follow-up with City Attorney Darcee Siegel, Sgt. Socorro and Charlie Mulfinger.

VI. APPROVAL OF INVOICES

Motion by Vic Espinal, seconded by Councilwoman Kramer, to approve payment of the following invoices:

Davis Hamilton Jackson – Equity Quarterly Mgt. Fees	$15,546.45
Davis Hamilton Jackson – Fixed Quarterly Mgt. Fees	14,895.61
Buckhead Capital - Quarterly Management Fees	14,712.98
Morgan Stanley Smith Barney – Qtly. Consulting Fees	5,625.00
GW Capital - Quarterly Management Fees	5,683.20
Harding Loevner – Quarterly Management Fees	6,036.00
Thornburg Management – Quarterly Management Fees	4,441.11
MDT - Quarterly Management Fees	6,173.53
GRS – Actuaries Fees	7,860.00
Sugarman & Susskind – Legal Fees	6,600.00
Steven I. Gordon – Auditor	1,320.00
Salem Trust – Custodial Fees	6,944.16
	$95,838.04

Motion carried unanimously.

The next regularly scheduled quarterly Board meeting will be held on February 16, 2012 at 3:30 p.m. Meeting was adjourned at 4:13 p.m.

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Martin Lebowitz, Pension Administrator