

EL PASO FIREMEN & POLICEMEN'S PENSION FUND
REGULAR MEETING HELD
Wednesday, October 19, 2011 at 1:00 PM
El Paso Firemen and Policemen's Pension Fund Office
Chase Tower, Suite 1616
201 East Main Drive, El Paso, Texas 79901

MINUTES

TRUSTEE MEMBERS PRESENT

Fire Division

Chief Michael V. Calderazzo
Chief Jerry Villanueva
Chief Rick Carson

Police Division

Lieutenant Tyler Grossman

Mayoral Appointments:

Dr. Robert Tollen
Mr. Presi Ortega
Ms. Carmen Arrieta-Candelaria

City Manager Appointments

Mr. William F. Studer

OTHERS PRESENT

Mr. Robert J. Stanton - Secretary
Ms. Yolanda Carreon - Assistant Secretary
Mr. Matt Clark - PIMCO
Mr. Todd A. Staley - PIMCO

TRUSTEE MEMBERS ABSENT

Ms. Terri Garcia
Commander Mark Austin
Detective JD Cotham

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1. Call to order.

Chairperson Calderazzo called the Regular Meeting of the El Paso Firemen & Policemen's Pension Fund Board of Trustees to order at 1:06 p.m.

2. Establishment of Quorum

Chairperson Calderazzo established a Quorum is present.

3. Reading and approval of the Minutes of the previous Board Meeting held September 21, 2011.

Dr. Tollen moved to approve the minutes of the previous Board Meeting held on September 21, 2011, seconded by Mr. Ortega and passed by the Board.

Consent Agenda

Mr. Grossman moved to approve the Consent Agenda, seconded by Mr. Villanueva and passed by the Board.

Unfinished Business

1. Discussion and action on clarifying/interpreting Sub-section 3.18 of the Plan Document to determine at what time must the disability or incompetence of the child exists in order for the child to be a qualified child in accordance with Sub-section 3.18 of the Plan Document. (Tabled September 21, 2011).

An up-date was provided to Board members by Mr. Stanton on this item. He met with Attorney Cleveland and the more this is discussed the more issues that surface. Research will be conducted to see when and why changes were done to this section. Also the issue of dependency to the member will be further evaluated.

No action.

2. Additional discussion and action on soliciting Request for Proposals for Fiduciary Liability, Director and Officers and Errors and Omissions in light of new information.

Mr. Stanton informed the Board that last week NCPERS announced their new Fiduciary Liability insurance program at their annual conference. As advocates for public fund trustees, NCPERS partnered with insurance experts Ullico Casualty to help protect their members against risk to fund assets and their own personal liability. As members of the NCPERS organization, we can submit an application directly to Ullico and not have to deal with in-between brokers. Discussion ensued.

Dr. Tollen moved to direct the Executive Director to continue with the national search and make every effort to advertise locally as well as contacting Ullico Casualty Company, seconded by Mr. Studer and passed by the Board.

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Reports and recommendations of Committees

- A. Audit and Risk Management Committee - Did not meet.
- B. Investment Committee - The Committee met this morning. Dr. Tollen reported on three issues: (1) Review of performance of Pyramis – There are concerns regarding Pyramis's performance. Summit Strategies was requested to assist us and agreed their performance is cause for concern going forward and will continue to hold them on the concern list. We might institute a meeting at their facilities in the next several months. (2) Review of Goldman Sachs - Eric noted several concerns with Goldman. The committee decided to begin reviewing and conducting a search for new large cap equity manager. (3) Information item with respect to Meketa - The Committee would like to be able to suggest to Meketa to review managers that we think maybe appropriate for our investment and report back to us with their comments. Accordingly over a period of time we have talked about Capital Point Partners. Consensus was to refer Capital Point Partners to Meketa for a full evaluation and to report back to the Committee upon its completion.
- C. Benefits Committee - Did not meet.
- D. Management Development and Review Committee - Did Not Meet.
- E. Ad-Hoc Committee for Office Space - To be discussed under New Business.
- F. Budget & Finance Committee - Committee met this morning. No issues to report.

New Business

1. Investment Performance Review for period ended December 31, 2010 and update as presented by Mr. Matt Clark of PIMCO.

Mr. Matt Clark and Mr. Todd Staley presented themselves before the Board of Trustees to review PIMCO's Strategy Review. As of September 30, 2011, PIMCO had \$1,342.5B under management, employed 517 investment professionals, 1,332 technical and support personnel. As of September 30, 2011 the market value of assets was \$227,976,662. The Fund's performance since inception was 8.93 % after fees compared to the benchmark of 7.58%. For the one year period the Fund returned 2.22% after fees compared to 5.26% for the benchmark.

2. Discussion and action on authorizing payment in the amount of \$4,675.88 for the Fund's membership renewal in TEXPERS.

Dr. Tollen moved to authorize payment in the amount of \$4,675.88 for the Fund's membership renewal in TEXPERS, seconded by Mr. Grossman and passed by the Board.

3. Opportunity for Statements from Retired Members/Public.

None.

4. Report of Executive Director.

Mr. Stanton provided the Board with an update to his prior written report.

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5. For Notation:

Informational Material For Review. No Action Required.

A. Service Retirement

- | | | |
|----|---------------------|-----------------|
| 1. | John Barnes | Fire Department |
| 2. | Michael W. Fogelman | Fire Department |
| 3. | Jeremiah Haggerty | Fire Department |
| 4. | Martin Widtfeldt | Fire Department |

B. Deferred Retirement

- | | | |
|----|-------------------|-------------------|
| 1. | Jorge Arellano | Police Department |
| 2. | Ana L. Reza | Police Department |
| 3. | Jose L. Ruiz, Jr. | Police Department |

C. Cost of Living Adjustments

- | | | |
|----|--------------------|-------------------|
| 1. | Jose Acuna | Police Department |
| 2. | Eduardo Macias | Police Department |
| 3. | Miguel Macias | Police Department |
| 4. | Guillermo Martinez | Police Department |
| 5. | Antonio Portillo | Police Department |
| 6. | Efrain Sianez | Police Department |

D. Refund of Contributions


Miguel A. Lucero	Police Department
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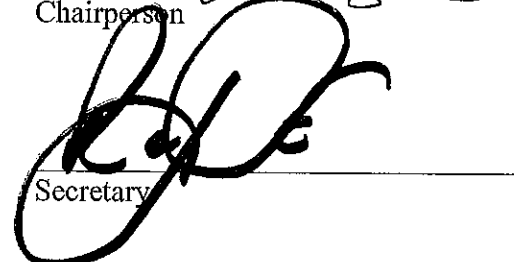
E. Death of member(s)

Elmer I. Green	Fire Department
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6. Adjournment.

Mr. Ortega moved to adjourn, seconded by Mr. Villanueva and passed by the Board. The El Paso Firemen & Policemen's Pension Fund Board of Trustees meeting stands in adjournment at 2:30 p.m.


Chairperson


Secretary