

**Lubbock Fire Pension Fund  
Wednesday, January 11, 2012  
#15 Briercroft Office Park, Lubbock Texas**

**The Lubbock Fire Pension Fund met in a Regular Meeting on Wednesday, January 11, 2012 at 1:00 P.M.**

**Members Present**

Kevin Ivy, Chairman  
Randy Butcher, Vice-Chairman  
Andy Burcham, Secretary/Treasurer  
Steve Exter, Member  
Roger Lindsey, Member  
Alva Littlejohn, Member  
Dub Wade, Member

**Members Absent**

None

**Randy Butcher, Chairman, called the meeting to order at 1:05 p.m.**

**1. Certify election for firefighter Board member**

Randy Butcher reviewed the results of the election for the firefighter Board member position. Randy Butcher received 197 votes. There were 8 write-in votes and 1 no vote. Kevin Ivy made a motion to certify the election of the firefighter Board member. The motion was seconded by Alva Littlejohn and approved by the Board.

Randy Butcher reviewed the results of the election to fill the firefighter Board position vacated by Jake Browning. Roger Lindsey received 167 votes. Michael Lewis received 50 votes and Phillip Grandon received 49 votes. There were 2 write-in votes and 1 no vote. Kevin Ivy made a motion to certify the election results to fill the position. The motion was seconded by Alva Littlejohn and approved by the Board.

**2. Give oath of office to Board member**

The oath of office was given to Roger Lindsey  
The oath of office was given to Randy Butcher.

**3. Election of Board officers**

Alva Littlejohn made a motion to nominate Kevin Ivy to serve as Chairman. The motion was seconded by Andy Burcham. No other nominations were presented. The motion was approved by the Board.

Alva Littlejohn made a motion to nominate Randy Butcher to serve as Vice-Chairman. The motion was seconded by Kevin Ivy. No other nominations were presented. The motion was approved by the Board.

Alva Littlejohn made a motion to re-appoint Andy Burcham as Secretary. The motion was seconded by Kevin Ivy. No other nominations were presented. The motion was approved by the Board.

**At this point, Randy Butcher relinquished the Chairman's role to Kevin Ivy.**

**4. December 14, 2011 Board meeting minutes**

Randy Butcher made a motion to approve the minutes from the December 14, 2011 Board meeting. The motion was seconded by Steve Exter and approved by the Board.

**5. Service Retirement Applications, Disability Applications, Widow's Benefit Applications, Dependent Child Applications, Contribution Refunds and Benefit Terminations, and QDRO's (Qualified Domestic Relations Order).**

Alva Littlejohn made a motion to terminate Hazel Daniel's benefit due to death. The motion was seconded by Randy Butcher and approved by the Board.

Alva Littlejohn made a motion to approve the service retirement benefit for Larry Durham. The motion was seconded by Andy Burcham and approved by the Board.

Randy Butcher made a motion to approve the service retirement benefit for Guy Morrisison. The motion was seconded by Dub Wade and approved by the Board.

Alva Littlejohn made a motion to approve the service retirement benefit for James Adams. The motion was seconded by Randy Butcher and approved by the Board.

Randy Butcher made a motion to approve a Refund of Contributions for Bradley Morris. The motion was seconded by Andy Burcham and approved by the Board.

Alva Littlejohn made a motion to approve the QDRO received for Nick Wilson and Amy Wilson. The motion was seconded by Randy Butcher and approved by the Board.

**6. Review sales and purchases.**

The Board reviewed sales and purchases. No Board action was taken.

**7. Presentation of investment results by Luther King and Paul Greenwell of Luther King Capital Management**

Luther King expressed his pleasure to be at the meeting, commenting that it had been about a year since he had met with Board.

- Firm founded in 1979, same firm now as then
- In June, will be 40 years of managing the portfolio
- Firm is in good shape; strong referrals, good numbers and no regulatory issues
- 16 analysts and 30 professionals employed
- 2011 comments from perspective of outlook at the beginning of the year
- 2011 performance after consideration of significant events affecting the market
- 2012 forecast highlighted anticipated market confidence in first few months, too many variables to speculate further

Luther King closed with comments about a "growth" approach towards recovery and the overall plusses of balance sheets on the corporate side as well as economic indicators.

Paul Greenwell delivered an investment review to the Board:

- 2011 return of 6% compared to index return of 2%
- Unrealized gains of \$14M in Fund's \$45M equities account
- Purchases: reflect change in strategy toward industrials, health care and financial stocks
- Sells: relative to events which normally precipitated a sell with the portfolio
- Equity returns for 3 yr., 5 yr., 10 yr. periods at 16.2%, 4.5% and 6% respectively
- Portfolio value in 1978 was \$6.6M compared to current \$80M valuation
- Withdrawals of over \$117M during same period
- Bond account: buying trend is for short term bonds in anticipation of increasing interest rates

Luther King closed after discussion of the following:

- "Materials sector" in response to a question by Alva Littlejohn
- Perspective on the European debt issue, question posed by Steve Exter
- Effect of current election cycle on the market, asked by Kevin Ivy

**8. Administrator's Report**

- The Fund balance as of 1/11/2012 was \$152,199,761.63.
- The Administrator highlighted significant elements of the Cash Flow Report, Comparisons Report, and the Financials Report.
- The Administrator reported the City's contribution rate of 23.42% for 2012 and the impact on the amortization period.
- Yearly reports for the actives have been received from Glenn Goldwater and will be distributed with a copy of the new Plan document.
- The TEXPERS Conference will take place March 25th-28th in Corpus Christi.


**9. Committee reports:**

Alva Littlejohn informed the Board that he and Randy Butcher met with Lisa Ivie Miller who is now with South Texas Money Management. Mr Littlejohn also informed the Board that he spoke with Jeff Wolverton at the Fire Fighters' Pension Commission office and that Randy Butcher had requested an opinion from that office on the use of teleconference during Board meetings.

**10. Public comment**

No public comment was made.

**Roger Lindsey made a motion to adjourn the meeting. The motion was seconded by Randy Butcher and approved by the Board.**

  
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Kevin Ivy, Chairman

  
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Andy Burcham, Secretary