

Lubbock Fire Pension Fund
Wednesday, July 10, 2013
#15 Briercroft Office Park, Lubbock Texas
The Lubbock Fire Pension Fund met in a Regular Meeting on Monday, July 10, 2013 at 1:00 P.M.

Members Present

Kevin Ivy, Chairman
Randy Butcher, Vice-Chairman
James Capps, Secretary
Steve Exter, Member
Roger Lindsey, Member
Alva Littlejohn, Member

Members Absent

Dub Wade, Member

Staff Present

Jack Watkins
Kayia Burcham

Contractors Present

John Crider, Consulting Actuary

An agenda item was taken out of order. The minutes reflect the order each item was taken.

Kevin Ivy, Chairman, called the meeting to order at 1:00 p.m.

1. June 12, 2013 Board Meeting minutes

Alva Littlejohn made a motion to approve the minutes from the June 12, 2013 Board meeting. The motion was seconded by Roger Lindsey and approved by the Board.

2. Benefit Applications, Changes and QDROs (Qualified Domestic Relations Order)

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

Alva Littlejohn made a motion to certify the QDRO for Mark Miller and Donna Miller. The motion was seconded by Randy Butcher and approved by the Board.

4. Review sales and purchases

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

3. Preliminary actuarial valuation report as of January 1, 2013, by John Crider, consulting actuary

Mr. Crider opened his presentation by thanking the Board for the opportunity to prepare the valuation, commenting that the Fund is consider a "Bellwether Fund" by many and monitored as such. The amortization period, before any reconsideration of assumptions, is 23.6 years, much lower than the expected result in the 60 to 80 year range. Mr. Crider attributed this result to the addition of 24 positions on the active membership, due to departmental expansion. The full valuation report will give valuation results without the added positions, for comparative evaluation by the Board. Mr. Crider emphasized that this valuation also represented the last write-in for the 2008 market downturn. Continuing, he commented that the TLFRA System Funds should be the model of pension systems, representing hard work and good judgment on the part of the Trustees for the perspective systems.

Mr. Crider presented the valuation, page by page, comparing the current report to the valuation completed two years previous. He discussed entries line by line, with added explanations on aggregate payroll growth, individual as well as aggregate normal cost, and traced the development of the amortization period. Mr. Crider discussed the present value of all benefit obligations and equitable distribution of those costs over the generational membership of the system. After commenting of the Fund's average rate of return since 1995 of 8.15%, he compared and contrasted that result with the other TLFRA Funds. Board questions were answered as the presentation progressed.

Mr. Crider commented briefly on the results of the Actuarial Audit performed by Gabriel, Roeder, Smith and Company for the City, and the presentation of that final report to the Audit Committee scheduled to take place on Wednesday, July 17th. After thanking the Board for their continued confidence, the presentation ended.

James Capps left the meeting at 2:35 p.m.

5. Administrator's Report:

- Custodial Bank report presented --Fund balance: \$168,663,352.40
- Office expenses
- June financial worksheet
- Investments update

6. Committee reports


Alva Littlejohn updated the Board of the status of the TLFRA Educational Conference:

- Conference dates set for September 16th and 17th
- Conference location identified as the Overton Hotel and Conference Center
- Schedule solidified with approximately 80% of speakers engaged
- Mail outs with fees, sponsorship levels, registration information, etc. nearing completion

7. 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. The meeting adjourned at 3:00 p.m.



Kevin Ivy, Chairman



James Capps, Secretary