

Lubbock Fire Pension Fund
Wednesday, February 12, 2014
#15 Briercroft Office Park, Lubbock Texas

The Lubbock Fire Pension Fund met in a Regular Meeting on Wednesday, February 12, 2014 at 1:00 P.M.

Members Present

Kevin Ivy, Chairman
Roger Lindsey, Vice-Chairman
Linda Cuellar, Secretary
Randy Butcher, Member
Alva Littlejohn, Member
Dub Wade, Member

Members Absent

Steve Exter, Member

Staff Present

Jack Watkins
Kayla Burcham

Contractors Present

Tim Ng (Morgan Stanley Wealth Management)

Kevin Ivy, Chairman, called the meeting to order at 1:02 p.m.

1. January 8, 2014 Board meeting minutes

Randy Butcher made a motion to approve the January 8, 2014 Board meeting minutes. The motion was seconded by Roger Lindsey and approved by the Board.

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

Alva Littlejohn made a motion to approve the Terminated Vested service retirement benefit for Andrew Favier. The motion was seconded by Roger Lindsey and approved by the Board.

3. Review sales and purchases

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

4. Consultant presentation by Tim Ng of Morgan Stanley Wealth Management

Tim Ng, with Morgan Stanley Wealth Management, apologized and explained Tim Sharpe's absence to the Board as he passed out copies of the fourth quarter review for 2013. Mr. Ng opened his review with comments on how well the investments did in the fourth quarter and in general for the year. He discussed the capital markets overview, components of the U.S. economy affecting the markets and gave forecasts for 2014. Mr. Ng continued by reviewing the U.S. and international equities markets and the bond markets. After giving performance reviews for the Fund generally, and for each specific manager, he delivered additional historic performance data for WHV relative to peer group rankings.

Despite diminished performance by the manager for the Fund, he advised that Morgan Stanley still considered WHV as an approved manager.

Mr. Ng proposed the quarterly investment account rebalance to the Board. After discussion by the board, Roger Lindsey made a motion to rebalance as proposed by the Consultant. The motion was seconded by Randy Butcher and approved by the Board.

Mr. Ng asked for further questions and comments and then closed his presentation.

Mr. Ng left the meeting at 2:05 p.m.

Kevin Ivy called for a 5 minutes break.

The Board meeting resumed at 2:10 p.m.

5. Approval of the completed 2013 Annual Report

Alva Littlejohn made a motion to approve the 2013 Annual Report as presented. The motion was seconded by Roger Lindsey and approved by the Board.

6. Proposal for audit of the 2013 financial records by Robinson, Burdette, Martin & Seright, L.L.P.

Alva Littlejohn made a motion to accept the proposal as written for the audit of the 2013 financial records by Robinson, Burdette, Martin and Seright, L.L.P. The motion was seconded by Roger Lindsey and approved by the Board.

7. Administration of the RETRO DROP provision within the Plan document

The Board discussed the administration of the RETRO DROP option within the Plan. No Board action was taken. The Administrator was instructed to place the topic on the discussion list for the next actuarial cycle.

8. Consider amending Plan document to clarify Benefit Applications

The Board discussed amending the Plan document to clarify Benefit Applications. No Board action was taken. The Administrator was instructed to place the topic on the discussion list for the next actuarial cycle.

9. Administrator's Report

The Administrator delivered his report to the Board:

- Custodial Bank Balance Report- \$182,755,4022.71
- Office expenses
- January financial worksheet
- Investment updates
- Randy Butcher and Alva Littlejohn were appointed as Delegates for the upcoming TEXPERS Members' Meeting, March 23, 2104, in Fort Worth, Texas. Roger Lindsey and Steve Exter were appointed as Alternates.

10. Committee reports

Alva Littlejohn reported on the Educational Training Program Working Group meeting held January 29, 2014. The Pension Review Board is expected to place training requirements for new Board trustees and Administrators at 7 hours for their first year; thereafter, 4 hours every two years, the same as for all other trustees.

Roger Lindsey gave a quick overview of potential office buildings and asked for clarifying guidelines in search criteria. The Board was instructed to e-mail input to Roger Lindsey or Kevin Ivy as a starting point for establishing criteria.

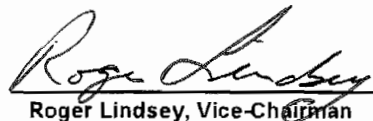
11. Public comment.

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.



Kevin Ivy, Chairman



Roger Lindsey, Vice-Chairman