

**CITY OF DAYTONA BEACH POLICE AND FIRE PENSION FUND
MINUTES OF MEETING HELD
JANUARY 16, 2012**

A special meeting of the Board of Trustees was called to order at 1:30 P.M. in the Community Room of the Police Station in Daytona Beach, Florida.

Those persons present were:

TRUSTEES PRESENT

Mark Eisner
Don Ruitter
Terence Henry
Lyle McCormick

OTHERS PRESENT

Lee Dehner, Christiansen & Dehner P.A.
Nick Schiess, Pension Resource Center
Clement Johns, Goldstein Schechter Koch

CALL TO ORDER

Chairman Mark Eisner called the meeting to order at 1:30 P.M.

AUDITOR'S REPORT

Clement Johns appeared before the Board on behalf of Goldstein Schechter Koch to present the audited financial statements for the fiscal year ended September 30, 2011. Mr. Johns reviewed in great detail the financial statements of the Plan and issued the Board with a clean unqualified opinion letter on the financial statements. He reported that no material weaknesses in the financial statements had been discovered and also that no deficiencies were identified with internal controls and procedures. Mr. Johns reported that the Plan's assets as of September 30, 2011 were \$121,369,372, which was a decrease of \$843,034 from the prior year's assets of \$122,212,406, with the decrease primarily attributable to a flat investment return. He advised that the funded ratio of 70% was among the highest of his firm's many governmental pension plan clients within Florida. A discussion arose regarding the increase in legal and actuarial fees from the prior year, which was attributable to additional services rendered in conjunction with changes in Plan benefits as a result of collective bargaining. Terence Henry made a motion to accept the auditor's report and financial statements for the 2011 fiscal year. Lyle McCormick seconded the motion, approved by the Trustees 4-0.

SECURITIES MONITORING SERVICES

The Board discussed expanding the number of providers of securities monitoring services.

The meeting adjourned at 2:05 P.M.

Respectfully submitted,

Secretary