



**MINUTES OF THE SUPPLEMENTAL PENSION BOARD
CITY OF HUNTINGTON BEACH**

Civic Center Conference Room B-7
2000 Main Street
Huntington Beach, California
July 17, 2012

1. **Call to Order** at 9:10 am.

2. **Roll Call:**

Present:

Board Members: **Fred A. Wilson**, City Manager; **Alisa Cutchen**, City Treasurer;
Lori Ann Farrell, Director of Finance

City of Huntington Beach: **Paul Emery**, Deputy City Manager; **Michele Warren**,
Director of Human Resources; **Joyce M. Zacks**, Deputy City Treasurer

U.S. Bank Attendees: **Richard Rosenthal**, **Yuval Selik**

B.F.S.G. Attendees: **Darren Stewart**, **Chris Rowey**

3. **Public Comments:**

None

4. **Approval of Meeting Minutes:**

Fred Wilson moved to approve the April 17, 2012 Minutes; seconded by Alisa Cutchen. Motion approved.

5. **New Business:**

Fred Wilson moved to approve the request to initiate benefits for Alice Moore under the City of Huntington Beach Supplemental Retirement Plan; seconded by Alisa Cutchen. Motion approved.

Introduction of BFSG as consultant and discussion of their advisory role.

Chris Rowey of BFSG spoke regarding his overall role in assisting the City with monitoring the Supplemental Retirement Plan, reviewing asset allocations, and confirming that the Investment Policy Statement and Portfolio are in sync.

Review Fund Performance for period ending June 30, 2012 (by U.S. Bank)

Richard Rosenthal of U.S. Bank provided an overview of current economic conditions. He continued with a review of the portfolio, noting that there have been no notable investment changes since the last meeting. As of June 30, 2012, the portfolio market value net of U.S. Bank Investment management fees

was \$31,422,081. The portfolio had a year-to-date return of 6.83% net of said fees, with solid U.S. equity and fixed income performance for the June 30, 2012 year-to-date timeframe. Foreign returns as well as commodities muted overall returns, as these investment categories lagged during this period. The Real Estate Investment Trust (REIT) portion of the portfolio was strong with a 15.21% return for the six months ending June 30, 2012.

6. Adjournment:

Fred Wilson moved to adjourn the meeting; seconded by Lori Ann Farrell. Motion approved at 10:00 a.m. The next meeting of the Board shall be held on October 18, 2012 at 1:00 PM in Room B-7 on the lower level of City Hall.

Minutes submitted by:

Alisa Cutchen, Board Member