

STATE OF TEXAS }
COUNTIES OF POTTER }
AND RANDALL }
CITY OF AMARILLO }

On this the 19th day of December 2012, members of the Firemen's Relief and Retirement Fund Board of Trustees of Amarillo, Texas met in regular session at City Hall, 509 East Seventh Avenue, Amarillo, Texas, with the following members and guests present:

<u>MEMBERS</u>	<u>PRESENT</u>	<u>HELD SINCE APPOINTMENT</u>	<u>ATTENDED SINCE APPOINTMENT</u>
PAUL HARPOLE, MAYOR	YES	18	1
JOE NEELY, CHAIRMAN	NO	199	170
JEFF GREENLEE, VICE CHAIRMAN	YES	133	128
DEAN FRIGO, SECRETARY	YES	267	247
DAVID PRESTON, CIV. MEM.	NO	214	164
JOE HOWELL, CIV. MEM.	YES	183	146
TONY ROBINSON, FIREMAN	YES	108	99

Also present: Michael D. Olesen, Fire Retiree, Michelle Bonner, Finance Director and Andrea Rains, Recording Secretary.

ITEM 1. Mr. Greenlee presented the minutes from the meeting held on November 28th, 2012. With no questions or comments, Mr. Howell motioned to approve the minutes as written. Mr. Robinson seconded the motion and it carried unanimously.

ITEM 2. Ms. Bonner presented the Investment Resolution as follows:

Maturities

11/29/12	\$800,000.00 Par Value	
	4.75% Coupon – Maturity Date: 11/29/2012	
	IBM Corp	
	Total Proceeds:	\$ 800,000.00
	Total Costs:	\$ 809,072.00
	Net Gain (Loss):	(\$ 9,072.00)

Purchases

11/13/12	\$1,000,000.00 Par Value	
	1.35% Coupon – Maturity Date: 07/15/2017	
	Ebay Inc	
	MDY/S&P: A2/A YTM: 1.06%	
	Total Costs:	\$ 1,013,090.00

Motion was made by Mr. Robinson, seconded by Mr. Howell and unanimously carried to approve the Investment Resolution as presented.

ITEM 3. Mr. Frigo presented the Fund's summary of revenue and expenditures at November 30, 2012 and reported that the total market value of the Fund was \$123,483,764.81. He reviewed employee/employer receipts of approximately \$367 thousand and total earnings from investments of about \$152 thousand. Mr. Frigo reported that total disbursements exceeded total receipts by approximately \$197 thousand. Mr. Greenlee pointed out that the Fund had a total of 199 recipients in November. Mr. Frigo reviewed that at November 30th, the Fund was invested 3% in cash, 22% in corporate bonds, 1% in foreign bonds, 68% in common stock and 6% in mutual funds. He added that the Fund was right at the .75% limit in equities. Mr. Frigo explained that per a memo prepared by Ms. Bonner, all contributions were received by the Fund on the pay date in November. Ms. Bonner noted that the employee contributions would increase to 12% beginning with the first pay date in January 2013. Mr. Frigo reminded the Board that a ballot was passed in October 2012 by the membership to increase employee contributions by 1% in January 2013 and again by another 1% in October 2013.

ITEM 4. Mr. Robinson motioned to approve retirement benefits for Alan R. Teague in the amount of \$4,112.82 monthly and a lump sum payment of \$118,090.60. Mr. Howell seconded the motion and it carried unanimously.

ITEM 5. Motion was made by Mr. Robinson, seconded by Mr. Howell and unanimously carried to approve payment to Wells Fargo Advisors in the amount of \$3,454.66 for consulting fees from July 1, 2012 to September 30th, 2012.

ITEM 6. Payment in the amount of \$72,886.00 to Luther King Capital Management for the billing period beginning October 1st, 2012 through December 31st, 2012 was motioned for approval by Mr. Robinson. Mr. Howell seconded the motion and it carried unanimously.

ITEM 7. Mr. Robinson motioned to approve payment of the statement in the amount of \$7,691.00 from Willis of Texas, Inc. for the Fund's Fiduciary Liability Insurance Policy effective December 21st, 2012 through December 21st, 2013. The motion was seconded by Mr. Howell and unanimously carried.

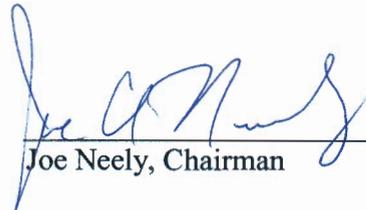
ITEM 8. Approval of payment to Willis of Texas, Inc. in the amount of \$174.00 to renew the Fund's Commercial Crime/ERISA Bond, effective December 21st, 2012 to December 21st, 2015, was made by Mr. Robinson. Mr. Howell seconded the motion and it carried unanimously.

ITEM 9. The Board convened into Executive Session, under Section 551.074 of the Texas Open meetings Law, at 10:12 a.m. At 10:25 a.m., the Board completed its Executive Session. Ms. Bonner explained that Michael Olesen would meet the qualifications of a service retirement April 28th, 2014 and that further disability reviews would no longer be necessary. Mr. Frigo motioned to approve continuation of disability benefits for Michael Olesen and discontinue further disability reviews. Mayor Harpole seconded the motion and it carried unanimously.

ITEM 10. Ms. Bonner presented a proposed schedule of disability reviews for the upcoming year. She explained that there were only two retirees receiving a disability pension that have not met the criteria for a service retirement and would need to continue disability reviews. She further explained that those retirees were Patricia Slaughter and Scottey McBroom, and stated that both retirees were up for review in 2013. Mr. Frigo motioned to schedule both Ms. Slaughter's and Mr. McBroom's reviews for the Board's May 15th, 2013 meeting, and to request tax returns from 2011 and 2012 from both parties for review at that meeting. The motion was seconded by Mr. Howell and unanimously carried.

ITEM 11. Public Comments. There were no public comments at this meeting.

THERE being no further business, the meeting adjourned at 10:31 a.m.



Joe Neely, Chairman

ATTEST:



Dean Frigo, Secretary