

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

On this the 16th day of July 2014, 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	37	20
JOE NEELY, CHAIRMAN	YES	218	188
TONY ROBINSON, VICE-CHAIRMAN	NO	127	116
MICHELLE BONNER, SECRETARY	YES	17	14
BRANDON MASON, FIREMAN	YES	19	18
DAVID PRESTON, CIVILIAN MEMBER	YES	233	180
JOE HOWELL, CIVILIAN MEMBER	YES	202	162

Also present: Patricia Slaughter, AFRRF Retiree; Bobby Martinez, Amarillo National Bank; Laura Hastings, Finance Director, City of Amarillo; and Andrea McDonald, Recording Secretary, City of Amarillo.

ITEM 1. Mr. Neely presented the minutes from the meeting held on June 18th, 2014. There were no questions or comments. Motion was made by Mr. Preston, seconded by Mr. Howell and unanimously carried to approve the minutes as written.

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

Maturities

06/02/14	\$1,000,000.00 Par Value 2.95% Coupon – Maturity Date: 06/01/2014 Microsoft Corp	
	Total Proceeds:	\$ 1,000,000.00
	Total Costs:	\$ 1,013,380.00
	Net Gain (Loss):	(\$ 13,380.00)

Sales

06/23/14	2,500 Shares Time Inc Com	
	Total Proceeds:	\$ 56,721.99
	Total Costs:	\$ 18,882.79
	Net Gain (Loss):	\$ 37,839.20

Purchases

06/02/14	1,000,000 Par Value 1.1% Coupon – Maturity Date: 01/31/2018 Merck & Co Inc MDY/S&P: A2/AA YTM: 1.32%	
	Total Costs:	\$ 992,230.00
06/11/14	1,000,000 Par Value 1.95% Coupon – Maturity Date: 03/01/2019 Illinois Tool Wks Inc MDY/S&P: A2/A+ YTM: 1.97%	
	Total Costs:	\$ 999,090.00
06/20/14	1,000,000 Par Value 2.1% Coupon – Maturity Date: 05/06/2019 Apple Inc MDY/S&P: Aa1/AA+ YTM: 2.12%	
	Total Costs:	\$ 999,160.00
06/23/14	1,000,000 Par Value 2% Coupon – Maturity Date: 06/15/2019 Home Depot Inc MDY/S&P: A2/A YTM: 2.10%	
	Total Costs:	\$ 995,390.00

06/25/14 1,000,000 Par Value
 2.125% Coupon – Maturity Date: 05/23/2019
 Comerica Inc
 MDY/S&P: A3/A- YTM: 2.16%
 Total Costs: \$ 998,510.00

Mr. Mason motioned to approve the Investment Resolution as presented. Mayor Harpole seconded the motion and it carried unanimously.

ITEM 3. Summary of Revenue and Expenditures. Ms. Bonner presented the Fund's Summary of Revenue and Expenditures at June 30, 2014. She reported that the total market value of the Fund was \$151,191,443.41. Ms. Bonner reviewed total receipts of approximately \$802 thousand versus total disbursements of about \$883 thousand. She explained the Fund experienced unrealized appreciation for the month of approximately \$1.8 million. Ms. Bonner noted that all employer/employee contributions for the month of June were made timely and at the correct percentages of pay. Mr. Neely noted that the Fund was invested approximately 7% in cash, 25% in bonds, and 68% in common stock.

ITEM 4. Consider Statement from Amarillo National Bank. Motion was made by Ms. Bonner, seconded by Mr. Howell and unanimously carried to approve payment in the amount of \$5,000.00 to Amarillo National Bank for the Fund's quarterly trust fees through the period ending 05/31/2014.

ITEM 5. Consider Retirement Benefits for James B. Propst. Motion to approve retirement benefits for James B. Propst in the amount of \$6,628.06 monthly and a lump sum payment of \$158,240.39 was made by Mr. Mason. The motion was seconded by Mr. Preston and carried unanimously.

ITEM 6. Consider Widow's Benefit, Lump Sum Death Benefit, and Karl A. Butt's Retirement Benefit. Ms. Bonner clarified that Mr. Butt was not receiving a retirement benefit from the Amarillo Firemen's Fund at the time of his death. Mr. Mason made a motion to approve widow's benefit for Sarah K. Butt in the amount of \$2,443.35 monthly and disbursement of Mr. Butt's lump sum death benefit in the amount of \$7,500.00. Mr. Preston seconded the motion and it unanimously carried.

ITEM 7. Consider Lump Sum Death Benefit for Robert W. Stewart. Ms. Bonner reviewed a legal memorandum from Robert T. Mashburn of Fulbright & Jaworski, LLP regarding the Fund's definition of beneficiary as defined by the Plan. Mr. Mason motioned to approve disbursement of Mr. Stewart's lump sum death benefit in the amount of \$7,500.00 to Ms. Karla D. Stewart. The motion was seconded by Ms. Bonner and carried unanimously.

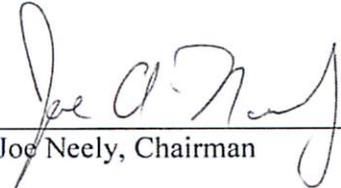
ITEM 8. Review and Consider Disability Pension for Patricia Slaughter. The Board convened into Executive Session, under Section 551.074 of the Texas Open Meetings Act, at 10:26 a.m. At 10:37 a.m., the Board completed its Executive Session. Mayor Harpole motioned to table this item until the next regularly scheduled meeting, August 20th, 2014, in order to allow the Fund more time to research a doctor's qualifications under the Plan, without loss of benefits to Ms. Slaughter. Mr. Howell seconded the motion and it unanimously carried.

ITEM 9. Discussion of Legal Services Provider. Ms. Bonner reviewed that she had discussed recent invoices with the Fund's current legal services provider, Fulbright & Jaworski, LLP. She explained that the provider agreed to review the past two month's invoices and adjust the Fund's billings to reflect a more reasonable rate. Ms. Bonner added that to the future, staff could work with other attorneys at Fulbright to reduce costs to the Fund. The Board discussed their concerns finding a legal service provider that was equally familiar with IRS determination letters as Fulbright. The Board agreed that it was their obligation to make sure the Fund was receiving the best possible services compared to the rates the Fund pays. There was no action taken on this item and no direction given to place the item on a future agenda.

ITEM 10. Consideration of Attendance to the Texas Local Fire Fighters' Retirement Act Educational Conference to be held September 7-9, 2014 in Lufkin, Texas. Motion was made by Ms. Bonner, seconded by Mr. Howell, and unanimously carried to approve reimbursement of all travel expenses related to the TLFFRA conference for any Board members who attend the conference.

ITEM 11. Public Comments. There were no public comments.

THERE being no further business, the meeting adjourned at 10:50 a.m.


 Joe Neely, Chairman

ATTEST:


 Michelle Bonner, Secretary