The regular meeting of the Tucson Police Public Safety Personnel Retirement System Board was held on Tuesday, December 11, 2007, on the 5th Floor, Finance Conference Room, City of Tucson, City Hall, 255 W. Alameda, Tucson, Arizona. Chair Robert Walkup called the meeting to order at 9:08 A.M.

1. ROLL CALL

Board Members:

Present:  Robert Walkup  Chair
          Marion Pickens  Member
          Joe Ladenburg  Member
          Mike Gurr  Member
          J D Kragnes  Member

Staff Present:  Elizabeth Martinez – Police and Fire Board Secretary
                Dee Dee Roberts-Meech – Police and Fire Board Staff
                David McEvoy - Police and Fire Board Attorney

Also Present:  Mike McKendrick – Fire Board Member
               Roger Tamietti – Fire Board Member- Arrived at 9:15 A.M.
               Kathy Maish – Executive Assistant Finance Department
               Caroline Stover – Police System Member – Left at 9:05 A.M.
               Roscoe Ealey – Fire System Member - Left at 9:10 A.M.
               Susan Ealey – Spouse of System Member - Left at 9:10 A.M.
               David Pope – Fire System Member - Left at 9:10 A.M.
               Jerome Manion – Fire System Member - Left at 9:10 A.M.

2. POLICE CONSENT AGENDA: ITEMS A – G

A. MINUTES FOR APPROVAL – 11/13/07


C. NORMAL SERVICE RETIREMENT
Michael D. Garigan – Last day worked 11/29/07 – Pension effective 12/01/07
Francis E. Jordan – Last day worked 11/08/07 – Pension effective 12/01/07
Michael J. Olbert – Last day worked 11/28/07 – Pension effective 12/01/07
Robert R. Ramsey – Last day worked 11/16/07 – Pension effective 12/01/07

D. TEMPORARY ACCIDENTAL DISABILITY RETIREMENT
James Parks – Last day worked 11/29/07 – Pension effective 12/01/07

E. EXPENDITURE STATEMENT IN THE AMOUNT OF $250.00 FOR ANNUAL PHYSICAL for James Parks (paid) and Caroline Stover by Dr. Dennis Thrasher at Sunnyside Medicenter

F. REDEMPTION OF PRIOR SERVICE
Matthew Brady – 3.391 years of prior service from Marana School District for $16,135.67
Brett Klein – 4.372 years of prior service from Iowa State Patrol and D.P.S. for $110,002.00
William Richards – 1.002 years of prior service from Chicago Fire Department for $34,608.00
Jamie Turner – .797 years of prior Military service for $15,663.00

G. RETAINER FEE OF $400 PLUS COSTS-DAVID McEVOY, ATTORNEY

MOTION by Mr. Gurr, seconded by Mr. Kragnes that Police Board Items A – G are adopted and the appropriate action taken. Motion CARRIED by a roll call vote of 5 - 0.

3. FIRE CONSENT AGENDA: ITEMS A – D

A. MINUTES FOR APPROVAL – 11/13/07

B. PENSION PAYROLL – No Change

C. PRE-EMPLOYMENT PHYSICAL REQUIREMENT
DOH: 04/19/97
PSPRS: 11/08/07 Class 07-2
Michael Creamer Passed Pre-Employment physical
Christopher Donahue Passed Pre-Employment physical
Carrie Ferrara Passed Pre-Employment physical
Brandon Mason Passed Pre-Employment physical
Jarod Nickles Passed Pre-Employment physical
Calob Rogers Passed Pre-Employment physical
Bradley Smith Passed Pre-Employment physical
Matthew Smith Passed Pre-Employment physical
Matthew Wallace Passed Pre-Employment physical
Peter Weinman Passed Pre-Employment physical

D. RETAINER FEE OF $400 PLUS COSTS-DAVID McEVOY, ATTORNEY

This is a Fire Board Item no action required by the Police Board.

4. APPLICATION FOR DISABILITY RETIREMENT EXECUTIVE SESSION
Discussion or consideration of records exempt by law from public inspection A.R.S. 38-431.03[2] and discussion or consultation for legal advice with attorney staff A.R.S. 38-431.03 (A [3 & 4])

Police – Attachments
Caroline Stover

There was no executive session.

5. APPLICATION FOR DISABILITY RETIREMENT
Direction regarding Executive Session

Police
Caroline Stover

MOTION by Mr. Gurr, seconded by Mr. Kraghnes that based on the medical evidence provided and letter by Dr. Thrasher dated November 28, 2007 the board approve the application for Permanent Accidental disability retirement for Ms. Caroline Stover to be effective upon separation from the Police Department. Motion CARRIED unanimously.

Mr. Gurr and Mr. Kraghnes thanked Ms. Stover for her service to the City of Tucson.

6. APPLICATION FOR DISABILITY RETIREMENT EXECUTIVE SESSION
Discussion or consideration of records exempt by law from public inspection A.R.S. 38-431.03[2] and discussion or consultation for legal advice with attorney staff A.R.S. 38-431.03 (A [3 & 4])

Fire – Attachments
There was no executive session.

7. APPLICATION FOR DISABILITY RETIREMENT  
Direction regarding Executive Session

Fire  
Roscoe Ealey

This is a Fire Board Item no action required by the Police Board.

8. COMPLIANCE WITH FINANCIAL AUDITS – RULE 18  
EXECUTIVE SESSION Discussion or consideration of records exempt by law from public inspection A.R.S. 38-431.03[2] and discussion or consultation for legal advice with attorney staff A.R.S. 38-431.03 (A [3 & 4])

Police - Attachments  
Judith Augustine  
Anthony Pappas  
Pleas Ransom

Fire - Attachment  
Marni Plaster

There was no executive session.

9. COMPLIANCE WITH FINANCIAL AUDITS – RULE 18  
Board Direction Regarding Executive Session

MOTION by Mr. Gurr, seconded by Mr. Kragnes that Judith Augustine, Anthony Pappas and Pleas Ransom have complied with the 2007 audit for 2006 income, and have not gone over the financial limit, and continue to be eligible to receive their benefit. Motion CARRIED by a roll call vote of 5-0.

10. CONSIDERATION OF RULE 17 – ANNUAL PHYSICAL  
EXECUTIVE SESSION Discussion or consideration of records exempt by law from public inspection A.R.S. 38-431.03[2] and discussion or consultation for legal advice with attorney staff A.R.S. 38-431.03 (A [3 & 4])
Fire – Attachments
Larry Stafford - DOR: 02/04/97 DOH: 09/18/89 Last Physical: 03/17/05

There was no executive session.

11. CONSIDERATION OF RULE 17 – ANNUAL PHYSICAL
   Board Direction Regarding Executive Session

   This is a Fire Board Item no action required by the Police Board.

12. BOARD STAFF
   EXECUTIVE SESSION Discussion or consideration of records exempt by law from
   public inspection A.R.S. 38-431.03[2] and discussion or consultation for legal advice
   with attorney staff A.R.S. 38-431.03 (A [3 & 4])

   There was no executive session under this item.

13. BOARD STAFF
   Board Direction Regarding Executive Session

   Mr. McKendrick repeated the recommendations of the sub-committee comprised of him
   and Ms. Pickens.

   Mr. Walkup asked Ms. Martinez if she had made a decision.

   Ms. Martinez stated that she was in agreement with the boards’ recommendation.

   **MOTION** by Mr. Gurr, seconded by Mr. Kragnes that the Board offers Ms. Martinez,
   Board Staff the position of Executive Assistant in the range of 917 at step 8.
   Motion **CARRIED** unanimously.

   Ms. Martinez asked if there would be any anticipated changes in her duties and location
   of the board office.

   **MOTION** by Mr. Gurr, seconded by Mr. Kragnes that the duties, responsibilities and
   working conditions and location remain the same for the Board Staff.
   Motion **CARRIED** unanimously.
14. **POLICE AND FIRE BUDGET**

Discussion took place as to the amount that the TSRS office is charging for services rendered.

Mr. Ladenburg explained that the charges included payments sent to Phoenix and estimates as well as the calculations for police and fire.

**MOTION** by Mr. Gurr, seconded by Mr. Kragnes to approve the Pro-Forma Budget for 2008/9. Motion **CARRIED** by a roll call vote of 5-0.

15. **FUND INFORMATION**

**PSPRS Funding Status and Investment Strategies**

Mr. Gurr stated that he had the opportunity to go to a meeting in Phoenix regarding a more diverse investment strategy to include international investing because the system is not performing to expectations.

Mr. Ladenburg stated that opportunities have been lost because PSPRS is unable to invest in international equities, which has been positive compared to domestic equities and the housing market. He further stated that they are still smoothing from the 2001 market losses even though there has been some return since then. However, with the anticipated market losses in the future due to the housing market there may be trouble ahead.

Discussion took place as to the System, the funds and how it may affect the retirees.

16. **ADJOURNMENT (9:45 a.m.)**

**MOTION** by Mr. Gurr, seconded by Mr. Kragnes to adjourn. Motion **CARRIED** unanimously.

The next regular meeting of the Tucson Police and Fire Public Safety Personnel Retirement System Boards is scheduled for **9:00 A.M.** on Tuesday, January 8, 2008, in the Finance Department Conference Room, Fifth floor of City Hall, 255 W. Alameda, Tucson, AZ.
VERBATIM TAPE RECORD ON FILE IN THE TUCSON POLICE AND FIRE PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM BOARDS’ OFFICE LOCATED AT CITY HALL, FINANCE DEPARTMENT, 1ST FLOOR WEST, 255 W. ALAMEDA, TUCSON, ARIZONA - AVAILABLE UPON REQUEST.