

NEW BUSINESS

Consideration by General Employees' Board of Trustees

2. Applications for Retirement -
 - a. Tim Biles – Golf Course/Park Maintenance Superintendent (Parks & Recreation Department) – Back-DROP Retirement Effective November 28, 2014; meets service requirement.
 - b. Raymond Perkins – Utility Service Worker II (Public Works Department) – Back-DROP Retirement Effective May 16, 2016; meets service requirement.
 - c. David Butler – Building Codes Inspector (Planning Department) – Back-DROP Retirement Effective May 12, 2016; meets age/service requirement.

Consideration by General Employees', Police Officers' and Firefighters' Board of Trustees

3. AndCo Consulting (Dan Johnson), Investment Consultant
 - a. June 30, 2017 Quarterly Investment Performance Report (*Approve*)

Pension Administrator

4. Pension Administrator's Reports/Presentations
 - a. June 30, 2017 Quarterly Pension Plan Administrator's Report (*Informational*)

Members, Boards of Trustees
Joint Quarterly Meeting Agenda –
August 8, 2017

ADJOURNMENT

cc. George Forbes, City Manager
Karen Nelson, Finance Officer
Roselyn Jackson, Internal Auditor
Ann Meuse, Human Resources Director
Robert Sugarman, Sugarman & Susskind, P.A.
Pedro Herrera, Sugarman & Susskind, P.A.
Jessica De la Torre Vila, Sugarman & Susskind, P.A.
Tom Galfano, Wells Capital
Rick O'Hara, M D Sass Associates, Inc.
David Furfine, Sawgrass Asset Management
Gregory Gosch, Sawgrass Asset Management
Dan Johnson, AndCo Consulting
Mark Rhein, Salem Trust
City Clerk's Office

NOTICE

If a person decides to appeal any decision made by the Board with respect to any matter considered at any meeting or hearing, he may need a record of the proceedings, and, for such purpose, he may need to ensure a verbatim record of the proceedings is made, which record includes the testimony and evidence upon which the appeal is to be based.

In accordance with the Americans with Disabilities Act and Section 286.26, Florida Statutes, persons with disabilities needing special accommodation to participate in this meeting should contact the City Clerk's Office no later than 12:00 P.M., on Monday, August 7, 2017.

Agenda Item #1
Minutes of Joint Quarterly Meeting held
May 9, 2017

Minutes of the JOINT QUARTERLY MEETING of the Firefighters', General Employees', and Police Officers' Retirement Systems, held Tuesday, May 9, 2017, at 2:00 P.M., in the Council Chambers, 11 North 3rd Street, Jacksonville Beach, Florida.



Call to Order

Steve Corbitt, of the Police Officers' Board of Trustees called the meeting to order at 2:00 P.M.

Roll Call: Firefighters' Board: Gaylord Candler (*absent*), Ed Dawson, Dennis Povloski, Ronald Rabon (*absent*), Deborah White (*late, 2:20 P.M.*)

General Employees' Board: Nick Currie, Christine Hoffman, Brandon Maresma, Bruce Thomason, Eddie Vergara

Police Officers' Board: Steve Corbitt, Marvin DuPree, Alan Grant, Jackie Thomason, David Young (*absent*)

Courtesy of the Floor to Visitors

None

OLD BUSINESS

Consideration by General Employees', Police Officers' and Firefighters' Board of Trustees

1. Minutes of Joint Quarterly Meeting held February 7, 2017.

General Employees':

Motion: It was moved by Ms. Hoffman and seconded by Mr. Vergara, to approve the minutes of the Joint Quarterly Meeting held on February 7, 2017, as presented.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

Police Officers':

Motion: It was moved by Mr. DuPree and seconded by Ms. J. Thomason, to approve the minutes of the Joint Quarterly Meeting held on February 7, 2017, as presented.

Roll call vote: Ayes – Corbitt, DuPree, Grant, and J. Thomason.
The motion passed unanimously.

Firefighters’:

Motion: It was moved by Mr. Povloski and seconded by Ms. White, to approve the minutes of the Joint Quarterly Meeting held on February 7, 2017, as presented.

Roll call vote: Ayes – Dawson, Povloski, and White. The motion carried unanimously.

NEW BUSINESS

Consideration by General Employees’ Board of Trustees

2. Applications for Retirement.

- a. Kelly, Alan – SR Utility Plant Operator (Public Works) – Deferred Retirement Effective 3/1/2017; Meets age/service requirements for deferred retirement.

Motion: It was moved by Ms. Hoffman, and seconded by Mr. Currie, to approve the application for retirement for Alan Kelly.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

- b. Bird, Nena (formerly Bridier, Nena) – Purchasing Specialist (Finance) – Deferred Retirement Effective 6/1/2017; Meets age/service requirements for deferred retirement.

Motion: It was moved by Ms. Hoffman and seconded by Mr. Currie, to approve the application for retirement for Nena Bird.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

Consideration by Firefighters’ Board of Trustees

3. Cost-of-Living Adjustments

- a. Annual 2% Cost-of-Living Adjustment, per Ordinance 2009-7974, effective April 1, 2017, to Gary Frazier.

Motion: It was moved by Mr. Povloski, and seconded by Ms. White, to approve the cost-of-living adjustment to Gary Frazier.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion passed unanimously.

- b. Annual 2% Cost-of-Living Adjustment, per Ordinance 2009-7974, effective May 1, 2017, to Daniel Machurick.

Motion: It was moved by Mr. Dawson, and seconded by Mr. Povloski, to approve the cost-of-living adjustment to Daniel Machurick.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion passed unanimously.

Consideration by General Employees', Police Officers' and Firefighters' Board of Trustees

4. Consultant's Reports/Presentations

a. Purvis Gray & Company Independent Auditors

Ryan Tucker, with Purvis Gray & Company, presented the Financial Statements and Required Supplementary Information, for the period ending September 30, 2016, for each of the three plans.

General Employees':

Motion: It was moved by Ms. Hoffman and seconded by Mr. Currie, to accept the Auditors' Report.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

Police Officers':

Motion: It was moved by Mr. Grant and seconded by Mr. DuPree, to accept the Auditors' Report.

Roll call vote: Ayes – Corbitt, DuPree, Grant, and J. Thomason.
The motion passed unanimously.

Firefighters':

Motion: It was moved by Mr. Povloski and seconded by Mr. Dawson, to accept the Auditors' Report.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion passed unanimously.

b. Legislative Update and Other Legal Matters

Pedro Herrera, with Sugarman & Susskind, P.A, provided a legislative update to the three Pension Boards. He reminded the Pension Boards that the Form 1, Statement of Financial Interests is due July 1, 2017, and should be filed in the Elections Office in which they reside.

c. Gabriel, Roeder, Smith and Company

- i. Brad Armstrong, with Gabriel, Roeder, Smith and Company, presented the October 1, 2016, Sixty-Sixth Annual Actuarial Valuation for the three Pension Boards.

Firefighters’:

Motion: It was moved by Mr. Povloski and seconded by Ms. White, to accept the Actuarial Report.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion carried unanimously.

General Employees’:

Motion: It was moved by Ms. Hoffman and seconded by Mr. Currie, to accept the Actuarial Report.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

Police Officers’:

Motion: It was moved by Mr. DuPree and seconded by Mr. Grant, to accept the Actuarial Report.

Roll call vote: Ayes – Corbitt, DuPree, Grant, and J. Thomason.
The motion passed unanimously.

- ii. Approve \$1,250 increase in actuarial fees for the General Employees’, Police Officers’ and Firefighters’ Pension Plans for fiscal year 2016/2017 due to increase in disclosure and reporting requirements.

Mr. Armstrong stated that due to the electronic reporting requirement by the Florida Division of Retirement, this fee is necessary to prepare the information to be included

in the actuarial report, plus some additional calculations/information the Division requires.

Firefighters':

Motion: It was moved by Mr. Povloski and seconded by Ms. White, to approve the \$1,250 increase in actuarial fees.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion carried unanimously.

Police Officers':

Motion: It was moved by Mr. Grant and seconded by Mr. DuPree, to approve the \$1,250 increase in actuarial fees.

Roll call vote: Ayes – Corbitt, DuPree, Grant, and J. Thomason.
The motion passed unanimously.

General Employees':

Motion: It was moved by Ms. Hoffman and seconded by Mr. Currie, to approve the \$1,250 increase in actuarial fees.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

d. March 31, 2017 Quarterly Investment Performance Report

Investment Consultant, Dan Johnson, with AndCo Consulting, presented the Investment Performance Report for the period ending March 31, 2017.

Firefighters':

Motion: It was moved by Ms. White and seconded by Mr. Povloski, to approve the March 31, 2017 Quarterly Investment Report.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion carried unanimously.

General Employees':

Motion: It was moved by Ms. Hoffman and seconded by Mr. B. Thomason, to approve the March 31, 2017 Quarterly Investment Report.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

Police Officers’:

Motion: It was moved by Mr. Grant and seconded by Ms. J. Thomason, to approve the March 31, 2017 Quarterly Investment Report.

Roll call vote: Ayes – Corbitt, DuPree, Grant, and J. Thomason.
The motion passed unanimously.

PENSION ADMINISTRATOR

5. Pension Administrator’s Reports/Presentations

a. 2018 Proposed Annual Budgets

Duston Scott, Payroll and Benefits Administrator, presented the Proposed Annual Budgets for the three Pension Boards.

Firefighters’:

Motion: It was moved by Mr. Povloski and seconded by Ms. White, to approve 2018 Proposed Annual Budget.

Roll call vote: Ayes – Dawson, Povloski, and White.
The motion carried unanimously.

General Employees’:

Motion: It was moved by Ms. Hoffman and seconded by Mr. Currie, to approve the 2018 Proposed Annual Budget.

Roll call vote: Ayes - Currie, Hoffman, Maresma, B. Thomason, and Vergara.
The motion passed unanimously.

Police Officers’:

Motion: It was moved by Mr. Grant and seconded by Mr. DuPree, to approve the 2018 Proposed Annual Budget.

Roll call vote: Ayes – Corbitt, DuPree, Grant, and J. Thomason.
The motion passed unanimously.

b. March 31, 2017 Quarterly Pension Plan Administrator’s Report

Mr. Scott presented the Quarterly report to the Trustees. He announced the FPPTA (Florida Public Pension Trustees Association) would hold their annual conference from June 25—June 28, 2017 in Orlando. He reminded the Trustees that the Form 1, Statement of Financial

Interests Form is due July 1, 2017, and should be filed with the Supervisor of Elections in the County the Trustee permanently resides.

The next quarterly board meeting will be held on August 8, 2017.

6. Adjournment

The meeting adjourned at 3:55 P.M.

Submitted by: Catherine Ponson
Assistant City Clerk

Approval:

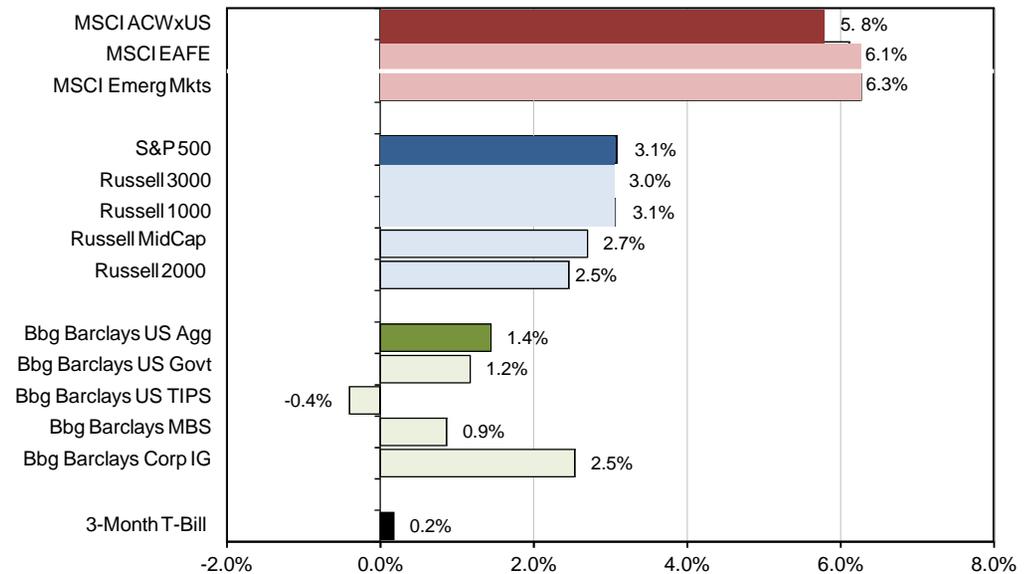
Chair

Date: _____

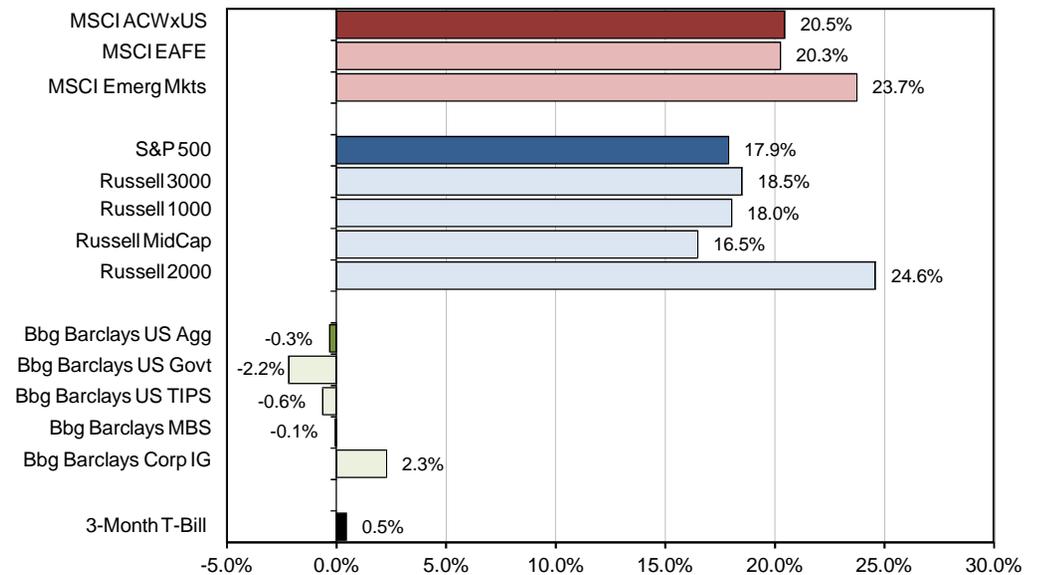
Agenda Item #3
AndCo Consulting (Dan Johnson),
Investment Consultant
June 30, 2017 Quarterly Investment
Performance Report

- Returns for the 2nd quarter of 2017 were positive for most major equity and fixed income indices. Broad domestic and international equity market performance was largely fueled by continued improvement in economic data worldwide. Domestic equities trailed international indices during the quarter. While U.S. economic fundamentals and corporate earnings growth were viewed positively, political concerns surrounding the pace of implementation of Trump administration expansive fiscal policy reforms and the fallout associated with the dismissal of FBI Director James Comey dampened investor enthusiasm. Despite these concerns, investor optimism remained high and many major domestic equity indices hit record levels during the quarter. Large cap stocks continued a year-to-date trend of outperformance relative to small cap equities with the S&P 500 Index returning 3.1% versus a 2.5% return for the Russell 2000 Index. However, small cap stock returns still show substantial outperformance relative to large cap indices over the one-year period due to their remarkable performance in the second half of 2016.
- International equity market benchmarks continued to outpace U.S. markets through the 2nd quarter of 2017 as both developed and emerging market international equities saw benefits from continued strength in global macroeconomic data, a weakening U.S. Dollar (USD) and ongoing accommodative global central bank policies. While the ongoing improvement in the global economy pushed international index returns higher, gains were tempered toward the end of the quarter as central banks began to signal an increased probability of a future reduction in stimulus. Emerging markets narrowly outperformed developed markets for the quarter. The MSCI Emerging Market Index returned 6.3% for the quarter and a solid 23.7% for the 1-year period. While weaker by comparison, the developed market MSCI EAFE Index also posted robust performance returning 6.1% for the quarter and 20.3% for the year.
- The yield curve flattened through the 2nd quarter of 2017 as interest rates in the U.S. declined through the majority of the second quarter before rising moderately in June. The rise in interest rates coincided with the Federal Open Market Committee's (FOMC) June meeting and their decision to further tighten monetary policy by raising short-term interest rates by 0.25%. The Fed also announced a plan to systematically shrink the size of its balance sheet, gradually reducing its securities holdings by tapering the amount they reinvest as securities mature. This can be viewed similarly to a tightening of monetary policy. Broad fixed income indices were generally positive through the quarter with the bellwether Bloomberg Barclays U.S. Aggregate Index returning 1.4% for the quarter. Benefiting from falling credit spreads, corporate credit was the only investment grade sector to post gains over the 1-year period returning 2.3% versus a -0.3% return for the Bloomberg Barclays U.S. Aggregate Index.

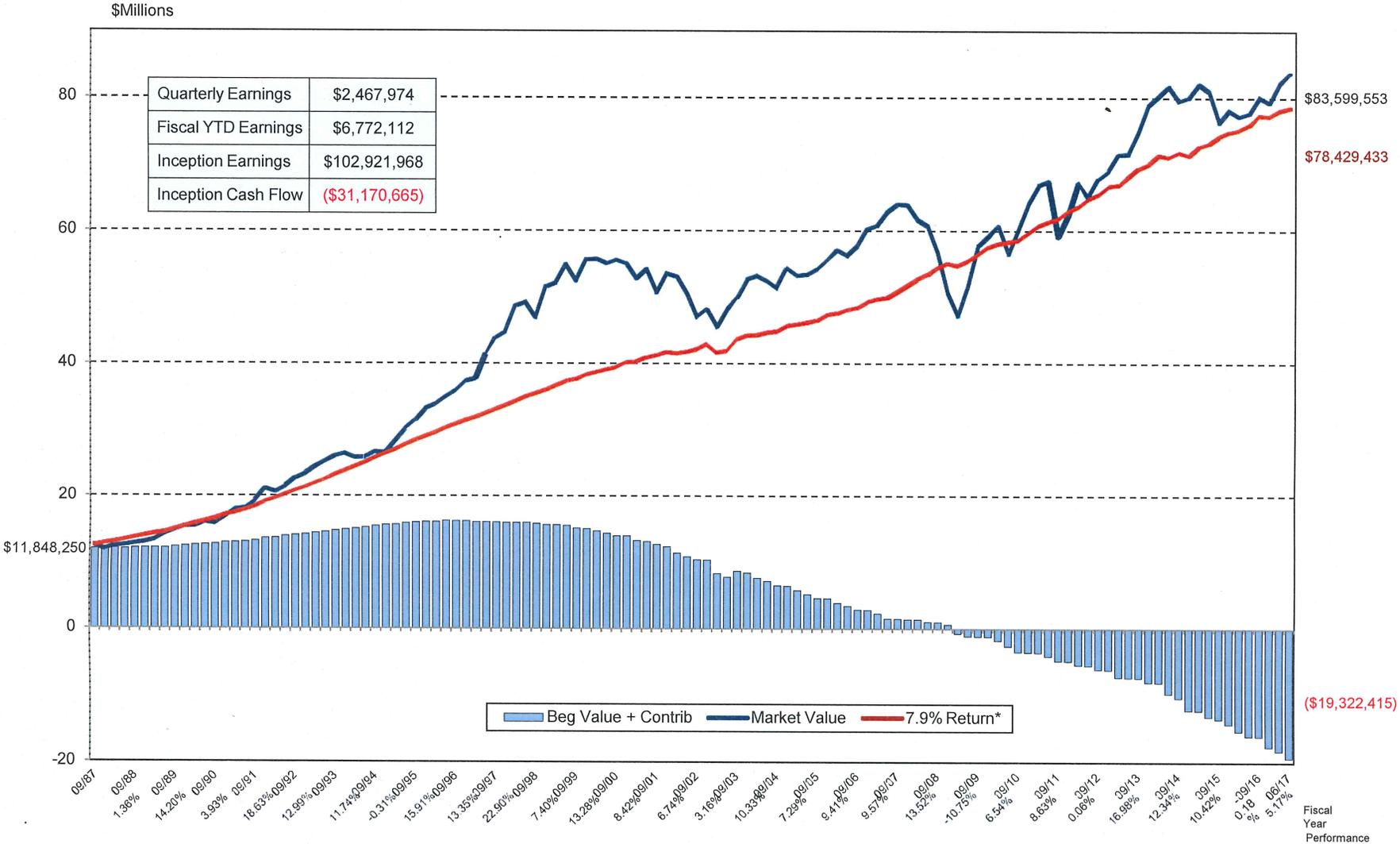
Quarter Performance



1-Year Performance



Total Portfolio Growth & Cash Flow
Total Fund
 As of June 30, 2017

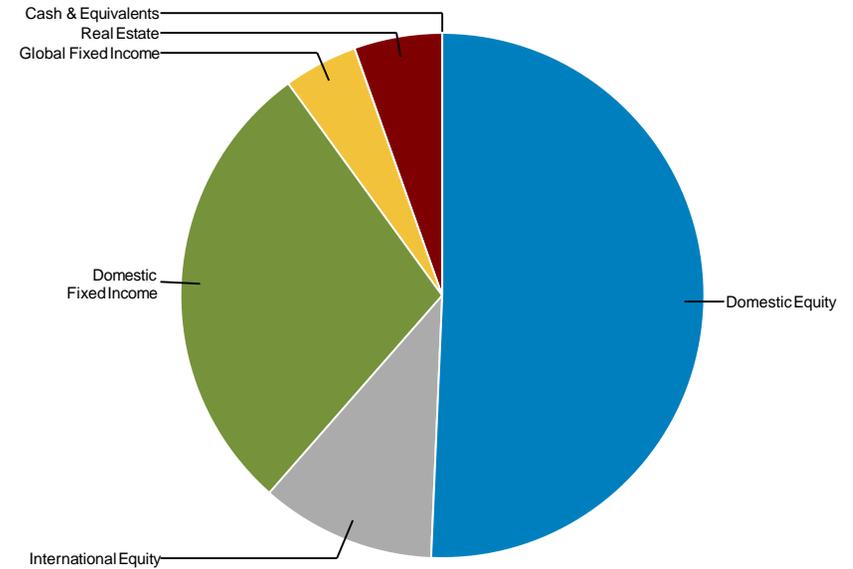
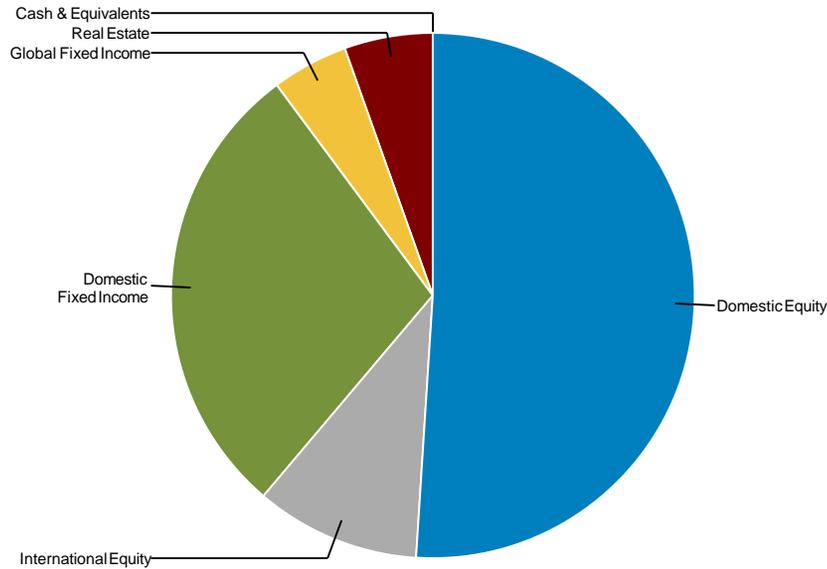


*The 7.9% hypothetical portfolio growth rate was calculated using a "beginning of period" cash flow assumption. The assumed rate of return was changed from 8% to 7.9% effective 10/01/2016.



March 31, 2017 : \$82,192,650

June 30, 2017 : \$83,599,553

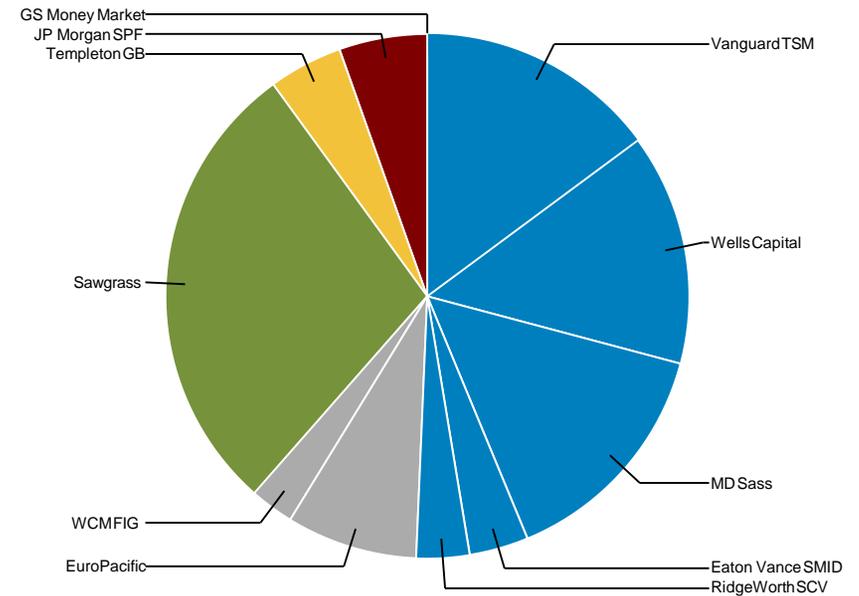
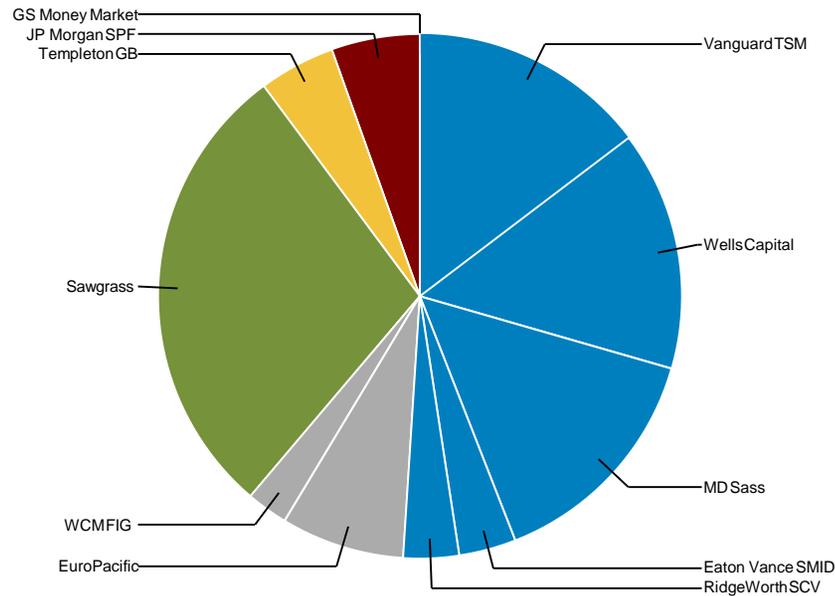


Allocation			Allocation		
	Market Value	Allocation		Market Value	Allocation
Domestic Equity	41,934,066	51.0	Domestic Equity	42,372,106	50.7
International Equity	8,369,589	10.2	International Equity	9,023,410	10.8
Domestic Fixed Income	23,524,079	28.6	Domestic Fixed Income	23,828,355	28.5
Global Fixed Income	3,872,786	4.7	Global Fixed Income	3,824,035	4.6
Real Estate	4,489,942	5.5	Real Estate	4,549,457	5.4
Cash & Equivalents	2,188	0.0	Cash & Equivalents	2,190	0.0



March 31, 2017 : \$82,192,650

June 30, 2017 : \$83,599,553



Allocation			Allocation		
	Market Value	Allocation		Market Value	Allocation
☺ Vanguard TSM	12,057,790	14.7	☺ Vanguard TSM	12,423,193	14.9
☺ Wells Capital	12,148,219	14.8	☺ Wells Capital	11,930,630	14.3
☺ MD Sass	12,010,991	14.6	☺ MD Sass	12,221,066	14.6
☺ Eaton Vance SMID	2,906,106	3.5	☺ Eaton Vance SMID	3,053,338	3.7
☺ RidgeWorth SCV	2,810,961	3.4	☺ RidgeWorth SCV	2,743,879	3.3
☺ EuroPacific	6,266,282	7.6	☺ EuroPacific	6,748,115	8.1
☺ WCM FIG	2,103,307	2.6	☺ WCM FIG	2,275,295	2.7
☺ Sawgrass	23,524,079	28.6	☺ Sawgrass	23,828,355	28.5
☺ Templeton GB	3,872,786	4.7	☺ Templeton GB	3,824,035	4.6
☺ JP Morgan SPF	4,489,942	5.5	☺ JP Morgan SPF	4,549,457	5.4
☺ GS Money Market	2,188	0.0	☺ GS Money Market	2,190	0.0



Financial Reconciliation
Total Fund
1 Quarter Ending June 30, 2017

Financial Reconciliation Quarter to Date	Market Value 04/01/2017	Net Transfers	Contributions	Distributions	Management Fees	Other Expenses	Income	Apprec./ Deprec.	Market Value 06/30/2017
Total Equity	50,303,655	-	-	-1,000,000	-39,966	-3,252	275,798	1,859,281	51,395,516
Total Domestic Equity	41,934,066	-	-	-1,000,000	-39,966	-3,252	132,256	1,349,001	42,372,106
Vanguard Total Stk Mkt Index (VITSX)	12,057,790	-	-	-	-	-	57,360	308,043	12,423,193
Wells Capital	12,148,219	-	-	-1,000,000	-21,949	-2,457	30,883	775,935	11,930,630
MD Sass	12,010,991	-	-	-	-18,016	-795	44,014	184,873	12,221,066
Eaton Vance Atlanta Capital SMID-Cap R6 (ERASX)	2,906,106	-	-	-	-	-	-	147,232	3,053,338
RidgeWorth Small Cap Value Equity I (SCETX)	2,810,961	-	-	-	-	-	-	-67,082	2,743,879
Total International Equity	8,369,589	-	-	-	-	-	143,542	510,280	9,023,410
EuroPacific Growth Fund (RERGX)	6,266,282	-	-	-	-	-	143,542	338,291	6,748,115
WCM Focused Int'l Growth (WCMIX)	2,103,307	-	-	-	-	-	-	171,988	2,275,295
Total Fixed Income	27,396,865	-	-	-	-14,704	-3,149	197,104	76,274	27,652,390
Total Domestic Fixed Income	23,524,079	-	-	-	-14,704	-3,149	164,297	157,832	23,828,355
Sawgrass	23,524,079	-	-	-	-14,704	-3,149	164,297	157,832	23,828,355
Total Global Fixed Income	3,872,786	-	-	-	-	-	32,807	-81,558	3,824,035
Templeton Global Bond (FBNRX)	3,872,786	-	-	-	-	-	32,807	-81,558	3,824,035
Total Real Estate	4,489,942	-	-	-	-	-	-	59,515	4,549,457
JP Morgan Strategic Property Fund	4,489,942	-	-	-	-	-	-	59,515	4,549,457
Goldman Sachs Fin Sq Money Market	2,188	-	-	-	-	-	2	-	2,190
Total Fund	82,192,650	-	-	-1,000,000	-54,670	-6,401	472,904	1,995,071	83,599,553



Financial Reconciliation
Total Fund
October 1, 2016 To June 30, 2017

Financial Reconciliation Fiscal Year to Date

	Market Value 10/01/2016	Net Transfers	Contributions	Distributions	Management Fees	Other Expenses	Income	Apprec./ Deprec.	Market Value 06/30/2017
Total Equity	48,355,900	-	-	-3,100,000	-86,952	-11,375	859,356	5,378,587	51,395,516
Total Domestic Equity	40,144,183	-	-	-2,900,000	-86,952	-11,375	581,634	4,644,617	42,372,106
Vanguard Total Stk Mkt Index (VITSX)	12,739,302	-	-	-1,900,000	-	-	131,419	1,452,471	12,423,193
Wells Capital	11,418,754	-	-	-1,000,000	-51,573	-9,063	84,244	1,488,268	11,930,630
MD Sass	10,684,949	-	-	-	-35,380	-2,312	128,574	1,445,235	12,221,066
Eaton Vance Atlanta Capital SMID-Cap R6 (ERASX)	2,691,392	-	-	-	-	-	95,263	266,682	3,053,338
RidgeWorth Small Cap Value Equity I (SCETX)	2,609,786	-	-	-	-	-	142,134	-8,040	2,743,879
Total International Equity	8,211,718	-	-	-200,000	-	-	277,722	733,971	9,023,410
EuroPacific Growth Fund (RERGX)	6,168,398	-	-	-200,000	-	-	238,767	540,950	6,748,115
WCM Focused Int'l Growth (WCMIX)	2,043,319	-	-	-	-	-	38,954	193,021	2,275,295
Total Fixed Income	27,387,812	-	-	-	-44,265	-9,417	560,056	-241,797	27,652,390
Total Domestic Fixed Income	23,972,755	-	-	-	-44,265	-9,417	477,692	-568,410	23,828,355
Sawgrass	23,972,755	-	-	-	-44,265	-9,417	477,692	-568,410	23,828,355
Total Global Fixed Income	3,415,057	-	-	-	-	-	82,364	326,614	3,824,035
Templeton Global Bond (FBNRX)	3,415,057	-	-	-	-	-	82,364	326,614	3,824,035
Total Real Estate	4,333,550	-	-	-	-	-	-	215,907	4,549,457
JP Morgan Strategic Property Fund	4,333,550	-	-	-	-	-	-	215,907	4,549,457
Goldman Sachs Fin Sq Money Market	2,187	-	-	-	-	-	3	-	2,190
Total Fund	80,079,450	-	-	-3,100,000	-131,217	-20,792	1,419,414	5,352,698	83,599,553



Comparative Performance Trailing Returns

	QTR	FYTD	1 YR	3 YR	5 YR	7 YR	10 YR	Inception	Inception Date
Total Fund (Gross)	3.01 (46)	8.65 (49)	12.13 (47)	4.94 (66)	8.95 (51)	9.15 (63)	6.04 (29)	5.62 (61)	07/01/1999
Total Fund Policy	2.72 (66)	7.63 (81)	10.93 (76)	5.81 (28)	8.49 (68)	9.20 (63)	5.74 (45)	5.39 (74)	
All Public Plans-Total Fund Median	2.96	8.62	12.05	5.32	8.96	9.51	5.65	5.71	
Total Fund (Net)	2.94	8.47	11.87	4.67	8.64	8.83	5.72	5.30	07/01/1999
Total Fund Policy	2.72	7.63	10.93	5.81	8.49	9.20	5.74	5.39	
Total Equity	4.25	13.34	18.87	6.18	13.33	13.30	6.32	5.34	07/01/1999
Total Equity Policy	3.52	13.50	18.99	7.78	13.41	13.90	6.10	5.13	
Total Domestic Equity	3.54 (31)	13.47 (48)	18.45 (40)	6.81 (83)	14.17 (58)	14.44 (73)	7.01 (69)	5.11 (94)	07/01/1999
Total Domestic Equity Policy	3.02 (46)	13.52 (47)	18.51 (40)	9.10 (52)	14.58 (47)	15.34 (49)	7.20 (62)	5.22 (92)	
IM U.S. Large Cap Core Equity (SA+CF) Median	2.95	13.31	17.43	9.17	14.50	15.30	7.52	6.38	
Vanguard Total Stk Mkt Index (VITXSX)	3.03 (38)	13.48 (36)	18.50 (42)	9.07 (13)	N/A	N/A	N/A	12.81 (15)	04/01/2013
Vanguard Total Stock Market Index	3.04 (38)	13.48 (36)	18.49 (43)	9.07 (13)	14.56 (22)	15.37 (8)	7.37 (16)	12.82 (15)	
IM U.S. Multi-Cap Core Equity (MF) Median	2.76	12.42	17.86	7.03	13.49	13.66	5.98	11.38	
WellsCapital	6.55 (20)	13.72 (58)	20.18 (53)	7.96 (84)	N/A	N/A	N/A	8.92 (82)	06/01/2014
Russell 1000 Growth Index	4.67 (57)	15.15 (40)	20.42 (49)	11.11 (34)	15.30 (43)	16.48 (34)	8.91 (48)	11.49 (37)	
IM U.S. Large Cap Growth Equity (SA+CF) Median	5.06	14.30	20.28	10.41	14.95	15.78	8.84	10.85	
MD Sass	1.91 (55)	14.76 (31)	18.60 (45)	2.44 (98)	14.75 (36)	13.67 (73)	N/A	11.90 (79)	10/01/2009
Russell 1000 Value Index	1.34 (72)	11.64 (71)	15.53 (71)	7.36 (56)	13.94 (56)	14.31 (59)	5.57 (84)	12.68 (59)	
IM U.S. Large Cap Value Equity (SA+CF) Median	2.05	13.32	17.93	7.59	14.20	14.57	6.54	12.92	
Eaton Vance Atlanta Capital SMID-Cap R6 (ERASX)	5.07 (3)	13.45 (23)	15.29 (62)	12.05 (1)	15.81 (4)	N/A	N/A	15.86 (2)	09/01/2011
Russell 2500 Index	2.13 (40)	12.46 (33)	19.84 (20)	6.93 (33)	14.04 (28)	14.78 (16)	7.42 (18)	13.88 (20)	
IM U.S. Mid Cap Core Equity (MF) Median	1.79	11.44	16.35	5.95	13.01	13.12	6.10	12.50	
RidgeWorth Small Cap Value Equity I (SCETX)	-2.39 (90)	5.14 (96)	11.36 (99)	5.73 (45)	12.78 (46)	N/A	N/A	11.93 (58)	09/01/2011
Russell 2000 Value Index	0.67 (47)	14.69 (34)	24.86 (33)	7.02 (30)	13.39 (35)	13.50 (29)	5.92 (42)	13.52 (27)	
IM U.S. Small Cap Value Equity (MF) Median	0.58	13.27	21.70	5.33	12.69	12.66	5.66	12.29	

Returns for periods greater than one year are annualized. Returns are expressed as percentages.
Long-term results are a blend of A-share returns up to 3/1/2010 and then R6-share returns.
Please refer to disclosures for more information related to this quarter's performance.



Comparative Performance

Total Fund

As of June 30, 2017

	QTR	FYTD	1 YR	3 YR	5 YR	7 YR	10 YR	Inception	Inception Date
Total International Equity	7.81 (8)	12.54 (53)	20.78 (29)	2.95 (18)	9.18 (23)	7.82 (47)	2.91 (15)	6.20 (18)	07/01/1999
Total International Equity Policy	5.99 (60)	13.08 (35)	21.00 (26)	1.27 (49)	7.70 (65)	7.14 (70)	0.92 (45)	4.12 (41)	
IM International Multi-Cap Core Equity (MF) Median	6.18	12.58	19.84	1.24	8.29	7.75	0.77	3.98	
EuroPacific Growth Fund (RERGX)	7.69 (9)	12.89 (42)	22.18 (18)	3.72 (9)	9.61 (18)	8.67 (21)	3.42 (11)	3.53 (11)	06/01/2007
Total International Equity Policy	5.99 (60)	13.08 (35)	21.00 (26)	1.27 (49)	7.70 (65)	7.14 (70)	0.92 (45)	0.93 (46)	
IM International Multi-Cap Core Equity (MF) Median	6.18	12.58	19.84	1.24	8.29	7.75	0.77	0.80	
WCM Focused Int'l Growth (WCMIX)	8.18 (23)	11.35 (52)	16.55 (66)	N/A	N/A	N/A	N/A	7.68 (1)	06/01/2015
MSCI AC World ex USA	5.99 (85)	13.08 (20)	21.00 (23)	1.27 (65)	7.70 (64)	7.14 (80)	1.59 (85)	2.90 (40)	
IM International Large Cap Growth Equity (MF) Median	7.26	11.44	17.77	2.59	7.97	7.97	2.36	2.27	
Total Fixed Income	1.00	1.17	1.73	2.60	2.59	3.42	4.95	5.14	07/01/1999
Total Fixed Income Policy	1.52	-1.69	-1.50	1.99	1.69	2.67	4.12	4.82	
Total Domestic Fixed Income	1.37 (90)	-0.38 (55)	0.44 (44)	2.70 (57)	2.40 (72)	3.34 (80)	4.90 (60)	5.11 (87)	07/01/1999
Total Domestic Fixed Income Policy	1.29 (97)	-1.23 (100)	-1.06 (100)	2.40 (91)	1.94 (99)	2.91 (99)	4.29 (94)	4.92 (96)	
IM U.S. Broad Market Core Fixed Income (SA+CF) Median	1.54	-0.33	0.33	2.78	2.70	3.73	4.98	5.50	
Sawgrass	1.37 (90)	-0.38 (55)	0.44 (44)	2.70 (57)	2.40 (72)	3.34 (80)	4.89 (60)	4.62 (79)	07/01/2002
BofA Merrill Lynch Domestic Master A or Better	1.29 (97)	-1.23 (100)	-1.06 (100)	2.40 (91)	1.94 (99)	2.91 (99)	4.29 (94)	4.30 (96)	
IM U.S. Broad Market Core Fixed Income (SA+CF) Median	1.54	-0.33	0.33	2.78	2.70	3.73	4.98	4.93	
Total Global Fixed Income	-1.26 (100)	11.98 (1)	10.60 (1)	1.47 (29)	3.92 (7)	N/A	N/A	3.92 (17)	12/01/2010
Total Global Fixed Income Policy	2.89 (20)	-4.42 (95)	-4.14 (96)	-1.00 (83)	-0.20 (89)	N/A	N/A	1.12 (82)	
IM Global Fixed Income (MF) Median	2.25	-0.03	1.04	0.45	1.64	2.81	3.79	2.32	
Templeton Global Bond (FBNRX)	-1.26 (100)	11.98 (1)	10.60 (1)	1.47 (29)	3.92 (7)	N/A	N/A	3.92 (17)	12/01/2010
Citigroup World Government Bond Index	2.89 (20)	-4.42 (95)	-4.14 (96)	-1.00 (83)	-0.20 (89)	1.68 (81)	3.49 (59)	1.12 (82)	
IM Global Fixed Income (MF) Median	2.25	-0.03	1.04	0.45	1.64	2.81	3.79	2.32	
Total Real Estate	1.33 (82)	4.98 (69)	7.15 (73)	N/A	N/A	N/A	N/A	8.29 (N/A)	11/01/2015
NCREIF Fund Index-Open End Diversified Core (EW)	1.79 (50)	5.89 (43)	8.20 (44)	11.61 (38)	11.79 (54)	13.08 (69)	5.07 (49)	9.46 (N/A)	
IM U.S. Open End Private Real Estate (SA+CF)	1.79	5.74	8.04	11.11	11.96	13.62	5.04	N/A	
JP Morgan Strategic Property Fund	1.33 (82)	4.98 (69)	7.15 (73)	N/A	N/A	N/A	N/A	8.29 (N/A)	11/01/2015
NCREIF Fund Index-Open End Diversified Core (EW)	1.79 (50)	5.89 (43)	8.20 (44)	11.61 (38)	11.79 (54)	13.08 (69)	5.07 (49)	9.46 (N/A)	
IM U.S. Open End Private Real Estate (SA+CF)	1.79	5.74	8.04	11.11	11.96	13.62	5.04	N/A	

Returns for periods greater than one year are annualized. Returns are expressed as percentages. Long-term results are a blend of A-share returns up to 3/1/2010 and then R6-share returns. Please refer to disclosures for more information related to this quarter's performance.



Comparative Performance Fiscal Year Returns												
	FY2017	FY2016	FY2015	FY2014	FY2013	FY2012	FY2011	FY2010	FY2009	FY2008	FY2007	FY2006
Total Fund (Gross)	8.65 (49)	8.54 (78)	-0.18 (41)	10.42 (45)	12.34 (53)	16.98 (67)	-0.06 (59)	8.63 (82)	6.54 (8)	-10.75 (16)	13.52 (63)	9.57 (26)
Total Fund Policy	7.63 (81)	11.03 (12)	-0.27 (44)	10.02 (53)	10.00 (85)	16.81 (70)	1.82 (18)	9.51 (63)	2.40 (42)	-11.39 (24)	12.24 (83)	8.45 (50)
All Public Plans-Total Fund Median	8.62	9.68	-0.53	10.15	12.50	17.93	0.29	9.92	1.62	-12.93	14.09	8.43
Total Fund (Net)	8.47	8.24	-0.46	10.14	11.99	16.57	-0.39	8.28	6.21	-11.03	13.19	9.23
Total Fund Policy	7.63	11.03	-0.27	10.02	10.00	16.81	1.82	9.51	2.40	-11.39	12.24	8.45
Total Equity	13.34	10.31	-1.24	14.76	22.58	25.98	-3.38	8.49	-1.07	-19.80	19.35	13.65
Total Equity Policy	13.50	14.09	-2.46	15.49	20.82	27.42	-1.61	10.21	-4.78	-23.61	18.21	12.56
Total Domestic Equity	13.47 (48)	10.36 (79)	-0.43 (58)	17.20 (72)	23.21 (23)	27.83 (62)	-0.68 (71)	8.79 (63)	-3.47 (32)	-18.35 (34)	17.26 (46)	12.05 (28)
Total Domestic Equity Policy	13.52 (47)	14.96 (28)	-0.49 (60)	17.76 (67)	21.60 (37)	30.20 (45)	0.55 (58)	11.11 (29)	-6.91 (64)	-21.98 (68)	16.44 (60)	10.79 (49)
IM U.S. Large Cap Core Equity (SA+CF) Median	13.31	13.05	0.03	19.25	20.61	29.70	1.16	9.50	-5.78	-20.45	16.96	10.76
Vanguard Total Stk Mkt Index (VIT SX)	13.48 (36)	15.00 (13)	-0.57 (34)	17.76 (30)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Vanguard Total Stock Market Index	13.48 (36)	14.99 (13)	-0.55 (33)	17.77 (30)	21.50 (61)	30.28 (15)	0.71 (23)	11.16 (30)	-6.03 (56)	-21.19 (32)	16.98 (45)	10.38 (29)
IM U.S. Multi-Cap Core Equity (MF) Median	12.42	11.47	-1.73	16.24	22.79	26.44	-1.71	9.57	-5.50	-22.66	16.62	8.94
WellsCapital	13.72 (58)	7.33 (91)	2.27 (65)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Russell 1000 Growth Index	15.15 (40)	13.76 (22)	3.17 (55)	19.15 (39)	19.27 (64)	29.19 (38)	3.78 (30)	12.65 (35)	-1.85 (37)	-20.88 (54)	19.35 (56)	6.04 (59)
IM U.S. Large Cap Growth Equity (SA+CF) Median	14.30	11.69	3.60	18.09	20.27	27.63	1.37	11.28	-3.03	-20.30	20.19	6.82
MD Sass	14.76 (31)	5.10 (96)	-5.86 (78)	22.61 (9)	29.45 (14)	30.94 (26)	-4.97 (84)	6.61 (78)	N/A	N/A	N/A	N/A
Russell 1000 Value Index	11.64 (71)	16.19 (26)	-4.42 (65)	18.89 (42)	22.30 (61)	30.92 (26)	-1.89 (62)	8.90 (55)	-10.62 (84)	-23.56 (74)	14.45 (68)	14.62 (23)
IM U.S. Large Cap Value Equity (SA+CF) Median	13.32	13.17	-3.29	18.36	23.80	28.33	-0.99	9.29	-5.91	-20.59	16.13	12.61
Eaton Vance Atlanta Capital SMID-Cap R6 (ERASX)	13.45 (23)	16.60 (11)	10.23 (1)	6.42 (97)	28.93 (25)	29.44 (1)	N/A	N/A	N/A	N/A	N/A	N/A
Russell 2500 Index	12.46 (33)	14.44 (22)	0.38 (31)	8.97 (89)	29.79 (23)	30.93 (1)	-2.22 (36)	15.92 (30)	-5.68 (68)	-17.99 (19)	15.17 (65)	8.80 (36)
IM U.S. Mid Cap Core Equity (MF) Median	11.44	11.68	-1.20	12.13	27.26	4.91	-3.56	13.72	-4.23	-21.48	16.48	7.09
RidgeWorth Small Cap Value Equity I (SCETX)	5.14 (96)	20.57 (9)	4.24 (7)	1.87 (83)	30.48 (36)	23.06 (83)	N/A	N/A	N/A	N/A	N/A	N/A
Russell 2000 Value Index	14.69 (34)	18.81 (18)	-1.60 (27)	4.13 (62)	27.04 (64)	32.63 (26)	-5.99 (71)	11.84 (55)	-12.61 (75)	-12.25 (17)	6.09 (69)	14.01 (5)
IM U.S. Small Cap Value Equity (MF) Median	13.27	16.65	-4.49	5.16	28.47	28.36	-3.71	12.57	-7.72	-16.67	9.02	7.84

Returns for periods greater than one year are annualized. Returns are expressed as percentages.
Long-term results are a blend of A-share returns up to 3/1/2010 and then R6-share returns.



Comparative Performance

Total Fund

As of June 30, 2017

	FY2017	FY2016	FY2015	FY2014	FY2013	FY2012	FY2011	FY2010	FY2009	FY2008	FY2007	FY2006
Total International Equity	12.54 (53)	10.02 (14)	-5.38 (23)	3.35 (71)	19.56 (63)	17.27 (25)	-14.68 (91)	7.45 (26)	8.92 (19)	-25.36 (6)	27.66 (18)	20.06 (19)
Total International Equity Policy	13.08 (35)	9.80 (15)	-11.78 (87)	5.22 (31)	16.98 (82)	15.04 (49)	-10.42 (35)	6.37 (35)	3.80 (36)	-30.13 (36)	25.38 (39)	19.65 (24)
IM International Multi-Cap Core Equity (MF) Median	12.58	6.05	-8.08	4.29	21.75	14.95	-11.16	4.46	1.69	-31.08	24.78	18.28
EuroPacific Growth Fund (RERGX)	12.89 (42)	8.52 (28)	-4.93 (20)	6.98 (12)	18.28 (71)	18.44 (18)	-12.34 (72)	7.25 (28)	8.59 (20)	-25.37 (6)	N/A	N/A
Total International Equity Policy	13.08 (35)	9.80 (15)	-11.78 (87)	5.22 (31)	16.98 (82)	15.04 (49)	-10.42 (35)	6.37 (35)	3.80 (36)	-30.13 (36)	25.38 (39)	19.65 (24)
IM International Multi-Cap Core Equity (MF) Median	12.58	6.05	-8.08	4.29	21.75	14.95	-11.16	4.46	1.69	-31.08	24.78	18.28
WCM Focused Int'l Growth (WCMIX)	11.35 (52)	14.84 (8)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
MSCI AC World ex USA	13.08 (20)	9.80 (17)	-11.78 (99)	5.22 (35)	16.98 (62)	15.04 (76)	-10.42 (44)	8.00 (47)	6.43 (15)	-29.97 (70)	31.06 (31)	19.36 (26)
IM International Large Cap Growth Equity (MF) Median	11.44	7.30	-5.53	4.58	17.92	17.44	-10.90	7.37	1.53	-27.84	28.21	18.01
Total Fixed Income	1.17	5.32	1.24	3.85	-0.61	6.94	3.72	8.66	13.96	3.26	5.46	4.03
Total Fixed Income Policy	-1.69	5.35	2.64	3.08	-2.19	4.30	5.25	7.35	9.56	5.00	5.29	3.68
Total Domestic Fixed Income	-0.38 (55)	6.06 (32)	2.40 (84)	3.52 (94)	-1.13 (45)	6.20 (69)	4.44 (85)	8.66 (67)	13.96 (25)	3.26 (39)	5.46 (24)	4.03 (28)
Total Domestic Fixed Income Policy	-1.23 (100)	4.63 (95)	3.58 (10)	3.53 (94)	-1.90 (91)	4.42 (98)	5.33 (45)	7.35 (98)	9.56 (90)	5.00 (10)	5.29 (37)	3.68 (75)
IM U.S. Broad Market Core Fixed Income (SA+CF) Median	-0.33	5.66	3.02	4.50	-1.27	6.61	5.26	9.26	12.28	2.55	5.16	3.87
Sawgrass	-0.38 (55)	6.06 (32)	2.39 (85)	3.52 (94)	-1.13 (45)	6.20 (69)	4.44 (85)	8.66 (67)	13.96 (25)	3.22 (39)	5.44 (26)	4.05 (26)
BofA Merrill Lynch Domestic Master A or Better	-1.23 (100)	4.63 (95)	3.58 (10)	3.53 (94)	-1.90 (91)	4.42 (98)	5.33 (45)	7.35 (98)	9.56 (90)	5.00 (10)	5.29 (37)	3.68 (75)
IM U.S. Broad Market Core Fixed Income (SA+CF) Median	-0.33	5.66	3.02	4.50	-1.27	6.61	5.26	9.26	12.28	2.55	5.16	3.87
Total Global Fixed Income	11.98 (1)	0.84 (100)	-7.57 (90)	6.46 (11)	3.52 (2)	13.25 (4)	N/A	N/A	N/A	N/A	N/A	N/A
Total Global Fixed Income Policy	-4.42 (95)	9.71 (18)	-3.83 (50)	-0.07 (96)	-4.60 (82)	3.29 (96)	N/A	N/A	N/A	N/A	N/A	N/A
IM Global Fixed Income (MF) Median	-0.03	7.27	-3.84	3.41	-1.80	7.18	1.77	7.68	13.86	-1.37	7.50	2.51
Templeton Global Bond (FBNRX)	11.98 (1)	0.84 (100)	-7.57 (90)	6.46 (11)	3.52 (2)	13.25 (4)	N/A	N/A	N/A	N/A	N/A	N/A
Citigroup World Government Bond Index	-4.42 (95)	9.71 (18)	-3.83 (50)	-0.07 (96)	-4.60 (82)	3.29 (96)	4.61 (8)	4.99 (89)	13.78 (51)	5.90 (5)	8.69 (31)	2.23 (61)
IM Global Fixed Income (MF) Median	-0.03	7.27	-3.84	3.41	-1.80	7.18	1.77	7.68	13.86	-1.37	7.50	2.51
Total Real Estate	4.98 (69)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
NCREIF Fund Index-Open End Diversified Core (EW)	5.89 (43)	10.62 (68)	14.71 (64)	12.39 (70)	12.47 (69)	11.77 (66)	18.03 (41)	6.14 (52)	-36.09 (54)	3.73 (44)	17.84 (52)	17.49 (55)
IM U.S. Open End Private Real Estate (SA+CF) Median	5.74	11.14	15.54	12.90	13.22	12.90	16.62	6.39	-34.80	2.98	17.85	18.08
JP Morgan Strategic Property Fund	4.98 (69)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
NCREIF Fund Index-Open End Diversified Core (EW)	5.89 (43)	10.62 (68)	14.71 (64)	12.39 (70)	12.47 (69)	11.77 (66)	18.03 (41)	6.14 (52)	-36.09 (54)	3.73 (44)	17.84 (52)	17.49 (55)
IM U.S. Open End Private Real Estate (SA+CF) Median	5.74	11.14	15.54	12.90	13.22	12.90	16.62	6.39	-34.80	2.98	17.85	18.08

Returns for periods greater than one year are annualized. Returns are expressed as percentages. Long-term results are a blend of A-share returns up to 3/1/2010 and then R6-share returns.



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Agenda Item #4
March 31, 2017 Quarterly Pension
Plan Administrator's Report

City of
Jacksonville Beach
City Hall
11 North Third Street
Jacksonville Beach
FL 32250
Phone: 904.247.6263
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MEMORANDUM

TO: Board of Trustees
City of Jacksonville Beach General Employees' Retirement Plan
City of Jacksonville Beach Police Officers' Retirement Plan
City of Jacksonville Beach Firefighters' Retirement Plan

FROM: Duston Scott, Pension Plan Administrator

SUBJECT: Quarterly Report as of June 30, 2017

DATE: August 8, 2017

Plan Membership

Attached is a report of the General Employees', Police Officers' and Firefighters' Retirement System memberships as of June 30, 2017.

The General Employees' Retirement System had 240 active members and 199 receiving or eligible to draw benefits; the Police Officers' had 62 active members and 41 receiving or eligible to draw benefits; and, the Firefighters' had 30 active members and 23 receiving or eligible to draw benefits. Drop and pension refund payments thru June 30, 2017 totaled \$503,604.21.

Conferences and Educational Opportunities

FPPTA will be conducting their Fall Trustee School on October 8, 2017 to October 11, 2017 at the Tampa Marriott Waterside Hotel & Marina in Tampa, FL. If you are interested in attending, please email me at dscott@jaxbchfl.net to make your reservations.

Status on outstanding issues before the Boards of Trustees

General Employees Retirement System

City of Jacksonville Beach general employee retiree, Ethel Robinson, passed away on February 19, 2017. However, the Plan Administrator was not notified of the member's passing until after the March and April pension payments had been made by direct deposit to Ethel Robinson's account. The amount of pension payments made for the months of March and April totaled to \$600. The City is attempting to collect the money from the family.



Police Officers' Retirement System

The term of elected representatives' Commander Steve Corbitt and Sergeant David Young will expire on September 30, 2017.

Per the election count on July 20, 2017, Corporal Jason Sharpe and Corporal David Cohill have been elected to serve a two-year term from October 1, 2017 to September 30, 2019.

Firefighters' Retirement System

The term of elected representatives' Captain Ron Rabon and Lieutenant Ed Dawson will expire on September 30, 2017.

Per the election count on July 20, 2017, Lieutenant Ed Dawson and Lieutenant John McDaniel have been elected to serve a two-year term from October 1, 2017 to September 30, 2019.

Financial Disclosure Forms

As per the City Clerk, Laurie Scott, all current board members have completed their Form 1, Statement of Financial Interests, for 2017. Any representative leaving public office must file a Form 1F, Final Statement of Financial Interests, within sixty days of leaving office.

Quarterly Meeting Calendar for 2017

The next quarterly board meeting is scheduled for:

- **Tuesday, November 14, 2017, 3:00 P.M.** in the Council Chambers

CITY OF JACKSONVILLE BEACH RETIREMENT SYSTEMS

PLAN MEMBERSHIP

	GENERAL EMPLOYEES			POLICE OFFICERS			FIREFIGHTERS		
	As Of 6/30/2017	FY2016	Change	As Of 6/30/2017	FY2016	Change	As Of 6/30/2017	FY2016	Change
Active Participants									
Vested	107	112	(5)	31	31	-	25	25	-
Nonvested	133	118	15	31	31	-	5	5	-
Total Active Participants	240	230	10	62	62	-	30	30	-
Retirees, Beneficiaries & DROP									
Retirees Receiving Benefits	154	146	8	28	28	-	16	16	-
Beneficiaries Receiving Benefits	27	27	-	4	5	(1)	3	4	(1)
Disability Benefits	7	7	-	6	6	-	4	4	-
Total Receiving Benefits	188	180	8	38	39	(1)	23	24	(1)
Terminated Vested Members	11	13	(2)	3	4	(1)	-	-	-
Total Members Currently Receiving benefits and Term. Vested Members	199	193	6	41	43	(2)	23	24	(1)
% of Retirees to Active Employees	83%	84%		66%	69%		77%	80%	

CITY OF JACKSONVILLE BEACH RETIREMENT SYSTEMS

PENSION MEMBER CONTRIBUTION REFUNDS AND DROP PAYOUTS

FY 2017-TO-DATE THRU 6/30/2017

<u>General Employees' Retirement System</u>	<u>DATE</u>	<u>AMOUNT</u>
Refunds/Rollovers		
Highland, Jennifer	10/1/2016	\$ 7,986.33
Peet, Nicholas	11/1/2016	574.72
Gibson, Stacy	11/22/2016	5,022.71
Cox, Johnathan	12/1/2016	1,117.75
Oswalt, Rebecca	1/3/2017	120.98
Cason, Kelly	2/1/2017	4,440.58
Rineberg, Daniel	2/1/2017	33,732.34
Mckinzie, Roberta	4/1/2017	428.32
Hughes, Charles	5/4/2017	3,676.68
		57,100.41
Back-DROP Payouts/Rollovers		
Monteiro, Tammy	3/22/2017	103,304.47
Biles, Tim	6/20/2017	117,037.37
		220,341.84
DROP Payouts/Rollovers		
Luna, Nelson	10/5/2016	\$ 162,859.89
Wagner, Glenda	11/2/2016	68,238.92
Newman, Robert	11/2/2016	151,555.32
		382,654.13
Total General Employees' Refunds & DROP Payouts/Rollovers		\$ 660,096.38
Police Officers' Retirement System		
Refunds/Rollovers		
Fowler, Brandon	4/3/2017	\$ 3,185.20
Shoemaker, Richard	4/3/2017	35,440.77
Parker, James	5/4/2017	23,759.35
Miller, Richard	4/13/2017	1,464.35
Total Police Officers' Refunds/Rollovers		\$ 63,849.67