

FIRE FIGHTERES' RETIREMENT SYSTEM

BOARD MEETING

July 26, 2017

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Chairman Wise called the meeting to order. Present were Trustee Steve Futch, Trustee Greg Starling, City Clerk Ricky Thompson, Pension Board Attorney Ron Cohen, David Kelly - Bowen Hanes, Mark Rhein – Salem Trust and Larry Wilson - GRS. Dr. Pete Gianas was absent.

The motion for adoption of the minutes from the April 26, 2017 meeting was tabled because there were no minutes.

Chairman Wise entertained a motion to approve the warrants for April, May, and June 2017. Trustee Starling made the motion to approve the warrants, second by Trustee Futch; passed 3-0.

There was no citizen participation.

Mark Rhein presented the Custodian Report. Mr. Rhein stated that they started publishing the Service Report around 6 months ago. He wants to make sure that anyone who wants one gets one. Electronic statements are available. Mr. Rhein needs an email address for everyone who wishes to receive an electronic statement. When we hired Salem Trust in 2007 they had a different fee schedule. They have simplified their fee schedule to a flat fixed fee. The current fee is \$3,500.00. They are suggesting a flat fee of \$4,000.00. They have not increased their fee for ten years. The new fee would be in effect for 2 years. You do not have any Class Action Lawsuits but in the event that you had an irate shareholder who claims corporate malfeasance. Chicago Clearing Corp would handle the lawsuit. They would charge 20% of the settlement proceeds.

Chairman Wise entertained a motion to accept the report as presented by Mark Rhein. Trustee Starling made a motion to accept the report, second by Trustee Futch; passed 3-0.

David Kelly reported the portfolio as of June 30, 2017. Beginning Market Value on 09/30/2016 \$2,986,396.73; Capital Appreciation \$265,047.12; Income Received \$42,302.69; Cash or Securities Added \$54,010.90; Cash or Securities Withdrawn \$259,393.21; Management Fees Withdrawn \$10,894.84; Custodian Fees Withdrawn \$6,012.00; Ending Market Value as of 06/30/2017 \$3,071,457.39. From inception 10/24/2007 \$1,506,398.43; Net Additions/Withdrawals -\$173,506.66; Capital Appreciation and Income \$1,391,552.30; again, making the Ending Market Value 06/30/2017 \$3,071,457.39.

Chairman Wise entertained a motion to accept the report as presented by David Kelly. Trustee Futch made the motion to accept the report, second by Trustee Starling; passed 3-0.

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Attorney Cohen is concerned about only having 4 members. He stated that we are in danger of not having a quorum. He stated that the only requirement is that the member be a resident of the City of Starke. The Commission must appoint

the new member. Chief Wise will ask Bryan Stephens if he is willing to be on the board. He has been on the board before.

Trustee Starling made a motion; second by Trustee Futch; passed 3-0.

Mr. Cohen mentioned Public Records Requests Lawsuits. The legislature has passed a law allowing a governmental agency to post something to their website and in the building where the meetings are held stating that if you want to make a Public Records Request you must write to the city clerk. If a person wants to sue they must send a letter 5 days before stating that if they don't get the Public Records Request they are going to sue. Chief Wise asked if it needs to be on the pension board website. Mr. Cohen stated that it needs to be on both.

Larry Wilson gave the Actuarial Report. We have shown improvement. We are 86% funded. Chief Wise entertained a motion to accept the report as presented by Larry Wilson. Trustee Stephens made a motion, second by Trustee Futch; motion passed 3-0.

Chief Wise spoke to Retired Chief Rowe. When do retirees get their 13th check. Mr. Thompson will find out. Chief Wise stated that the holdback money has not been received.

The next meeting date was set for October 25, 2017 at 10:30 am.

A motion to adjourn the meeting was made by Trustee Futch, second by Trustee Stephens; motion passed 3-0.