

FIRE FIGHTERES' RETIREMENT SYSTEM

BOARD MEETING

January 27, 2016

Page 1 of 3

Chairman Wise called the meeting to order. Present were Trustee Greg Starling; Trustee Steve Futch, Trustee Sam Patel, Attorney Ron Cohen, Tyler Grumble, Bogdahn Group, David Kelly Bowen Hanes, and Deputy Clerk/Assistant Board Administrator Brenda Wiggins. Trustee Dr. Pete Gianas was absent.

Deputy Clerk Wiggins administered the oath of office to Gary Wise and Greg Starling.

Chairman Wise entertained a motion to approve the minutes for October 28, 2015.

Motion was made by Trustee Patel, second by Trustee Futch; passed 4-0.

Chairman Wise entertained a motion to approve the warrants for October, November, and December 2015.

Trustee Futch made the motion to approve the warrants, second by Trustee Patel; passed 4-0.

David Kelly presented the Performance Report ending September 30, 2015. The fourth quarter was good bounce back quarter. The evaluation presented is to December 31, 2015.

Current fiscal year began at \$2,862,097; ending \$3,073,571; from inception October 24, 2007 \$1,506,398.

Chairman Wise entertained a motion to accept the report as presented by David Kelly.

Trustee Futch made the motion, second by Trustee Patel; passed 4-0.

Tyler Grumble presented the quarterly report; the equity is over weighted and only at 15.9% for fixed income for the quarter.

Fiscal year to date \$2,866,157; contribution \$59,200; distributions out of \$18,862; management fees of \$7,317; expenses of \$17,036; income of \$10,697; capital gains \$186,166; Market Value \$3,079,006.

Chairman Wise entertained a motion to accept the report as presented; Trustee Patel made the motion, second by Trustee Futch; passed 4-0.

Tyler Grumbles referenced Actuary Larry Wilson from the last meeting suggested decreasing the assumption rate to 7.5%. He needed approval for the Investment Policy Statement. He requested a motion to approve the change.

Chairman Wise entertained a motion to accept Trustee Patel made the motion, second by Trustee Futch; passed 4-0.

Tyler Grumbles reported from the last meeting the board had given approval to split the equity and fixed income accounts up at Salem Trust. At the time we had thought there would be cost neutral but it is not. It will increase the fees \$500 with Salem Trust and we do not want to be the cause of an increase.

FIRE FIGHTERES' RETIREMENT SYSTEM

BOARD MEETING

January 27, 2016

Page 2 of 3

Bogdahn has not adjusted our fees since we came to the City in 2008 and the fees guarantee expired about six years ago.

Instead of asking for a fee increase and the splitting of accounts Bogdahn suggested lowering their fees by the \$500 and guarantee for another 3 years and we will come to every other meeting and switching off with David Kelly.

Chairman Wise entertained a motion to approve the splitting of the accounts and Bogdan's fees reduced by \$500 with them traveling to every other meeting the fee structure is for 3 year beginning April 1, 2016.

Trustee Futch made the motion, second by Trustee Patel; passed 4-0.

Attorney Cohen reported of an situation in the General plan that someone took a 10 year certain life benefit. If you die before all 120 payments are made the remaining payments go to your beneficiary.

The retiree passed away before he received all the payments so it went to his beneficiary, but before all the payments were made the beneficiary passed away. The forms allow for a contingent beneficiary if the beneficiary passes before the retiree but there is nothing on the form directing who receives the remaining payments if both the retiree and the beneficiary pass away before the 120 payments have been made.

He is looking into this for the general plan and would like permission to do the research for the fire plan and if there is an issue he will report back to the board. Trustee Futch approved for Attorney Cohen to look into the beneficiary issue, second by Trustee Patel; passed 4-0.

Attorney Cohen gave information to new Trustee Starling regarding Sunshine Law and his Fiduciary Responsibility and where he can find additional information.

Chairman Wise requested approval to cover 1/3 of the cost for Brenda to attend the FPPTA school.

Trustee Futch made the motion to approve, second by Trustee Patel; passed 4-0.

Deputy Clerk Wiggins reported she sent out RFP for the Fiduciary Insurance and receive no proposals.

She contacted Mr. Cohen and he provided a name and I submitted the information application. We are waiting on quotes.

She also informed the board that when they decided to go with Salem Trust to handle all the vendor payments it would reduce the amount of work for the payable department; but it hasn't, it has increased work.

Chairman Wise will speak to the finance department.

The next regular scheduled quarterly meeting will be Wednesday, April 27, 2016 at 10:30 AM

FIRE FIGHTERES' RETIREMENT SYSTEM
BOARD MEETING
January 27, 2016
Page 3 of 3

Motion to adjourn the meeting was made by Trustee Futch, seconded by Trustee Patel; motion passed 4-0.

GARY WISE, CHAIRMAN

ATTEST:

RICKY THOMPSON, CITY CLERK/BOARD ADMINISTRATOR