

**CITY OF PALMETTO
GENERAL EMPLOYEES'
PENSION BOARD OF TRUSTEES
August 24, 2015 - 8:30 A.M.**

Board Members Present:

Ray Dielman, Chair
Jim Freeman, Vice Chair
Ellen Leonard
Patty Persson
Allen Tusing-arrived at 8:45 a.m.

Board Members Absent:

Matt Bloome, Secretary
Matt Misco

Staff and Others Present:

Scott Christiansen, Board Attorney
Charlie Mulfinger, Graystone Consulting
Scott Owens, Graystone Consulting
Amber Foley, Assistant City Clerk

Chair Dielman called the meeting to order at 8:35 a.m.

1. AGENDA APPROVAL

Motion: Mrs. Persson moved, Mr. Freeman seconded, and the motion carried 4-0 to approve the August 24, 2015 General Employees' Pension Board agenda. Mr. Tusing was absent for the vote.

2. PUBLIC COMMENT

None.

3. APPROVAL OF MINUTES

Motion: Mr. Freeman moved, Mrs. Leonard seconded, and the motion carried 4-0 to approve the June 1, 2015 minutes. Mr. Tusing was absent for the vote.

4. APPROVAL OF EXPENSES

- A) Christiansen and Dehner: Invoices Dated 5/31/2015, 6/30/2015, 7/31/2015
- B) Graystone Consulting: Quarter ending 3/31/2015 (Investment Report)
- C) Foster & Foster: Invoice #7671

Motion: Mrs. Persson moved, Mr. Freeman seconded and the motion carried 4-0 to ratify the paid expenses as presented. Mr. Tusing was absent for the vote.

5. INVESTMENT REVIEW

Scott Owens, Graystone Consulting, gave a brief update on how the economy has been doing over the past quarter.

Charlie Mulfinger, Graystone Consulting, discussed the second quarter review. The portfolio was valued at \$11,706,358, with a gain net-of-fees of \$41,360. He reviewed each investment manager noting no rebalance is needed at this time.

Discussion ensued between the Board and Mr. Mulfinger regarding the risk and return in the portfolio since inception. Mr. Mulfinger discussed the bond market and the stock market. He believes that the portfolio is well diversified and strong at this time.

6. BENEFITS DISBURSEMENT APPROVAL

- A. DROP PARTICIPANT
 - None
- B. TERMINATED NON-VESTED EMPLOYEES
 - None
- C. RETIRED EMPLOYEES
 - None
- D. DECEASED RETIREES
 - None
- E. DECEASED ACTIVE EMPLOYEE PAYOUT
 - None

7. NEW MEMBER ACKNOWLEDGEMENT (*Informational Only*)

8. ATTORNEY CHRISTIANSEN'S REPORT

Attorney Christiansen updated the Board on the Senate Bill 534 information that the actuary should complete. It will need to be uploaded to the City's website along with a comparison from the investment consultant.

Mr. Christiansen stated that the Internal Revenue Code update that he has been discussing with the Board has been finalized with the tax attorney and will be brought forward in the next couple of meetings for adoption.

9. REVISED ADMINISTRATIVE FORM (*Informational Only*)

Staff has received a revised PF-15 Special Tax Notice Regarding Plan Payments. This is for information only.

10. NEW BUSINESS

Staff discussed the upcoming FPPTA Trustees School being held in October. Mr. Tusing and Mrs. Leonard are two trustees that have not yet attended a school during their term. The next school will be held at the end of January. Mr. Tusing and Mrs. Leonard declined to go to the school in October but are considering the January School.

Mr. Dielman suggested that the Board have a future discussion on the different pension plans. Attorney Christiansen advised that that type of discussion is beyond the fiduciary responsibility of the Board; the Board administers the plan made by the City. Attorney Christiansen said he has some information he can bring forward that compares defined benefit plans and defined contribution plans.

Mr. Freeman would like a discussion placed on a future meeting regarding the declaration of the annual rate of return. Ms. Foley was asked to place this discussion on the next agenda.

Chair Dielman adjourned the meeting at 10:03 a.m.

Minutes approved: November 30, 2015

Matt Bloome

Matt Bloome, Secretary