BOARD MEMBERS PRESENT:	Frazier, Hamby, Jordan, Clark, Ingram, Hunt
BOARD MEMBERS ABSENT:	Jordan, Johnson
EX-OFFICIO MEMBERS PRESENT:	Lackey, Perry, Allison
OTHERS PRESENT:	Waithe, Grayson, Emerson

Chairman David Frazier called the meeting to order at 10:00 AM and served as the presiding officer.

NOTE: Janeann Allison and Delores Waithe joined the meeting at 10:07 AM

PRESENTATIONS:

PIMCO

Investment Managers Chloe Kelley and Yinyin Wu presented the report regarding the PIMCO Investment fund. PIMCO manages a large percentage of the Plans assets. In summary, the report included a brief market review; a strategy review and an economic outlook.

In closing, Ms. Wu thanked the Board for investing in PIMCO as well as for trust and confidence in the firm. She also congratulated the Board on returns above 10% over the last fiscal year.

REPORTS:

First Quarter 2017 Investment Report

Consultant Jeff Swanson, Southeastern Advisory Services, stated he was impressed with the PIMCO presentation noting they are one of the largest investment funds in the world. They were important to the Plan because they manage all of the non-equity assets. Overall, they have performed well over the long term.

Upon inquiry from Board Member Matt Hamby, Mr. Swanson provided some information concerning the benchmark performance evaluations.

Mr. Swanson provided a brief overview of the investment report which, in summary, indicated the Total Plan (including Receipts and Disbursements) had a market value of $88,954,930 as of March 31, 2017 with 66.2% of the Plan (including Receipts and Disbursements) invested in equities and 28.1% in bond/absolute return funds. For the quarter ending March 31, 2017, the portfolio was up 5.6%, for the one year period it was up 13.7%, and for the three year period it was up 6.3%. Other notable comments from the report were as follows:

- Investing $4 million into J.P. Morgan Real Estate investment is a conservative approach.
- The diversification of the portfolio is working nicely and the total fund had a great performance.
- All the managers were performing well.

Mr. Swanson stated there was a high confidence level in achieving the 7.5% actuarial assumption.

Mr. Swanson stated there was one housekeeping matter to address as it pertained to the Investment Policy Statement (IPS). With the recent investment in the J.P. Morgan Chase Strategic Property Fund, a revision to the document is necessary to update the target index to reflect 5% in real estate. Mr. Swanson stated the change will be reflected in the 2nd quarter report and he will be prepared to present the proposed IPS revision at the next meeting.

NOTE: Bryan Lackey joined the meeting at 10:58 AM

American Depositary Receipts (ADRs)
Chairman David Frazier commented on recent discussions surrounding ADR investments. He felt it was important to review this option to determine if the Board was interested in pursuing this type of investment.

Consultant Jeff Swanson, Southeastern Advisory Services, provided information regarding two options to obtain non-U.S. equity participation into the Plan which are through 1) ADRs, and 2) Mutual Funds. ADRs require the hiring of a manager to manage the foreign securities. The portfolio currently includes some non-U.S. participation through the use of mutual funds; however, it does not have a formal allocation in a non-U.S. mutual fund as in the past.

Mr. Frazier asked if participating in an ADR would provide the option of a formal allocation at which time Mr. Swanson further clarified the process in that a different kind of manager would be required to make transactions on the city's behalf. He felt the most effective way to get the exposure is through the use of a mutual fund because the expenses of the fund are shared with everyone in the pool. Additional costs would be incurred with an ADR manager. He stated the ease of use with a mutual fund may be more effective as well.

There was no recommendation for changes from the consultant at this time.

NEW BUSINESS:

Disability Benefits
Chairman David Frazier stated a question was raised regarding disability benefits as it relates to the non-occupational disability benefit. Is the Plan required to offer a benefit during the first 10 years since it is a non-social security plan?

Attorney Ed Emerson stated the non-occupational disability benefit requires 10 years of credited service noting the change from 1 year to 10 years was made to the Plan in 2008. He reviewed the information for the occupational disability (determined by workers compensation) and non-occupational disability (criteria in the Plan and determined by physicians declaring total and presumably permanent disabled).

Board Member Tommy Hunt stated he doesn't agree with the non-occupational disability requirements under the new tier and shared his reasoning.

Upon inquiry, Mr. Emerson stated the majority of retirement plans do not provide a disability benefit at all.

There was further discussion about disability benefits prompting Mr. Frazier to state circulating brochures from the Social Security office would be beneficial.

Plan Overview Sheet Revision
Chairman David Frazier commented on the summary of benefits for both Plan A tiers noting this information was removed from employee access for revisions. He reviewed the changes to the documents.

Motion to approve the revisions to the Plan Overview Sheets as presented.

Motion made by Board Member Hunt

Motion seconded by Board Member Hamby
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

NOTE: Janeann Allison and Bryan Lackey left the meeting at 11:30 AM.

OLD BUSINESS:

Segal Actuarial Services Contract Extension
Chairman David Frazier presented information to extend the Segal Actuarial Services agreement for a one year term. The Segal Company was in agreement with the extension under the same terms for 2017 with a slight increase to some of the hourly fees.

Motion to approve the one-year contract extension for Segal Actuarial Services.

Motion made by Board Member Hunt
Motion seconded by Board Member Hamby

DISCUSSION:

Mr. Frazier asked if everyone had the opportunity to review the changes and commented on the process to present the proposed resolution to the governing body for approval.

Board Member Matt Hamby questioned the need for the approval process by the governing body noting the new purchasing guidelines allows contracts under $50,000 to be signed by the City Manager. After discussion, the motion was amended as follows:

Motion to proceed with the one-year contract extension in accordance with the city's purchasing policy.

Motion made by Board Member Hunt
Motion seconded by Board Member Hamby
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

Mr. Frazier stated he and Mr. Hamby will research actuarial services and their fees.

EXECUTIVE SESSION:

Chairman David Frazier requested an Executive Session to discuss personnel matters.

Motion to close the meeting to enter an Executive Session to discuss personnel matters at 11:35 AM.

Motion made by Board Member Hamby
Motion seconded by Board Member Ingram
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt

MEMBERS PRESENT: Frazier, Hamby, Clark, Ingram, Hunt
MEMBERS ABSENT: Jordan, Johnson
EX-OFFICIOS PRESENT: Perry, Allison
OTHERS PRESENT: Waithe, Grayson, Emerson

Motion to close the Executive Session and to continue the meeting at 11:42 AM.

Motion made by Board Member Hamby
Motion seconded by Board Member Clark
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt

REGULAR BUSINESS:

Retirements

Retirement and Benefits Manager Delores Waithe reported there were three deaths and one beneficiary benefit since the last meeting. The report indicated the following:

	Retiree Name	Type Benefit	Effective Date	Benefit Start Date	Spousal Option
1	Stephens, Linda	Normal	03/31/2017	04/01/2017	N
2	Williams, Linda	Normal	03/31/2017	04/01/2017	N

Motion to approve the benefits report as presented.

Motion made by Board Member Clark
Motion seconded by Board Member Ingram
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

Disbursements

Retirement and Benefits Manager Delores Waithe reported there were three (3) disbursements totaling $21,434.96 made to the following:

	Employee Name	Department	Termination Date	Processed Distribution
1	Migliori, Tyler	Fire	05/22/2014	04/10/2017
2	Hee, Rebecca	Water Resources	10/07/2016	04/10/2017
3	Williams, Antoine	Police	03/30/2017	04/18/2017

Motion to approve the disbursements/refunds as presented.

Motion made by Board Member Ingram
Motion seconded by Board Member Clark
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

Executive Session Minutes: April 11, 2017 Meeting

Motion to approve the Executive Session minutes.

Motion made by Board Member Hunt
Motion seconded by Board Member Clark
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

Minutes: April 11, 2017 RPA Board Meeting

Motion to approve the minutes accepting edits as presented.

Motion made by Board Member Ingram
Motion seconded by Board Member Hunt
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

OTHER BUSINESS:

2017 RPA Meeting Calendar (July to December)

Deputy City Clerk Alisa Grayson stated the proposed calendar establishes the meeting schedule for the last half of the year. The proposed dates had been distributed to Board Members. No concerns or issues were submitted.

Motion to approve the proposed meeting dates as presented.

Motion made by Board Member Hunt
Motion seconded by Board Member Hamby
Votes favoring the motion: Frazier, Hamby, Clark, Ingram, Hunt
Absent: Jordan, Johnson

The meeting dates were set as follows: August 8, 10 AM; September 26, 2 PM; and November 14, 10 AM.

ADJOURNMENT: 11:47 AM

/ag

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David Frazier, Chairman

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Denise O. Jordan, Secretary to the Board