

*MINUTES OF THE
BOARD OF TRUSTEES MEETING FOR THE COLUMBUS GEORGIA PUBLIC EMPLOYEE
RETIREMENT SYSTEMS PENSION AND BENEFIT TRUST FUND*

February 14, 2018

TRUSTEES PRESENT: Mayor Teresa Tomlinson, Chairman; City Manager Isaiah Hugley, Vice Chairman; Finance Director Angelica Alexander, Secretary; Drale Short, Trustee; Mike Higgins, Trustee; Col. R George Plummer, Trustee; Chuck Staples, Trustee

TRUSTEES ABSENT: Liliana McDaniel, Trustee; Jack Kinsman, Trustee; Elizabeth Cook, Trustee;

OTHERS ATTENDING: Pamela Hodge, Deputy City Manager; Lucy Sheftall, Assistant City Attorney, Denise Brown, Investment Manager; Gwen Ruff, CWW; Mary Scarbrough, Airport; Reather Hollowell, HR Director

ADVISORS: Richard Swift, Raymond James Chuck Carr, Southern Actuarial Services

CALL TO ORDER:

Mayor Teresa Tomlinson called the February 14, 2018 meeting of the Board of Trustees of the Columbus Georgia Public Employee Retirement Systems Pension Fund and Benefit Trust Fund to order.

MINUTES OF THE PREVIOUS MEETING:

The minutes from January 10, 2018 regular Pension Board Meeting were submitted for approval. Chuck Staples made the motion to accept minutes as submitted and Angelica Alexander seconded the motion. The board voted and the minutes were approved as submitted.

INVESTMENT UPDATES:

At this time Mayor Tomlinson turned the meeting over to Richard Swift, who presented the Investment Report period ending January 31, 2017.

a. Performance Review

The total return for Fiscal YTD showed 10.58% vs. 9.94% for the index. Richard briefly summarized the performance for each of the managers highlighting on those who underperformed as well as those who have progressed in their performances.

After the performance review discussion, Richard provided the board with information on Capital Markets and Risk vs. Return Analysis. He took a few minutes to go over each of the additional topics and reviewed the charts included with his presentation.

b. Asset Allocation

As of February 12, 2018, the fund showed 64% equity vs. 36% fixed income. The board took a few minutes to discuss the asset allocation. There were no changes at this time.

c. Admin Discussion

Richard distributed a list of the managers with equity accounts. The accounts titled "Ambassador" have both cash and investments. Typically, the cash value of those accounts will be anywhere from 1%-3%. He briefly went over the list and asked the board if anyone was opposed to taking the balances of those highlighted Ambassador accounts down to 2%.

NEW BUSINESS:

a. Preliminary Actuarial Valuation Discussion- Chuck Carr, Southern Actuarial Services

Chuck Carr with Southern Actuarial Services provided the board with the Preliminary Actuarial Valuation. The report showed Old Assumption, New Mortality, and New Mortality with 6.50% Actuarial Assumption. He took some time explaining the overall increase if the consumption stayed the same as well as the new mortality table.

Pam Hodge asked if the new mortality could be applied to one plan one year and then the next plan the following year. Chuck explained that if the board chose that option that it would be possible. He said there is no requirement that it has to be changed to the new mortality right now, but a lot of other plans are already moving towards the new table.

After the discussion Mayor Tomlinson asked Chuck to provide the numbers for each plan showing the new mortality and the numbers showing the plan at a fresh start. Chuck will provide the information via email and will bring the Actuarial Valuation reports to the March meeting so the board may vote.

b. Funding Discussion- Angelica Alexander, Finance Director

Angelica Alexander explained to the board the estimate expenses incurred in January and what will be needed throughout the remaining fiscal year. She stated she will need to move about \$2,000,000 from the plan to cover the anticipated payout for the DROP plan and refunds. After further discussion Mayor Tomlinson made the motion to move funds from the Pension Plan to cover the anticipated payouts. Isaiah so moved the motion and Drale seconded. The board voted and it was approved.

OLD BUSINESS:

a. None

The next meeting is scheduled for March 14, 2018 at 2:00 PM in the Ground Floor Conference Room.

Amanda D. Clardy

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Recording Secretary