

City of Fort Myers General Employees' Pension Plan

Minutes: Meeting of June 15, 2016

1. Call to Order

Vice Chair Eloise Pennington called a meeting of the Board of Trustees for the Fort Myers General Employees' Pension Plan to order at 9:00 AM. Ms. Pennington called roll then the Pledge of Allegiance was recited.

Trustees Present

Eloise Pennington
Joseph Tallarico
Saeed Kazemi
Richard Griep
Rodolfo Rosso

Trustees Absent

Dennis Pearlman
Donna Lovejoy

Others

Scott Baur, Resource Center
Amber McNeill, Resource Center
Scott Christiansen, Christiansen & Dehner
Tim Nash, The Bogdahn Group
Aurelio Gongora, City Of Fort Myers
Debra Emerson, City of Fort Myers
Maria Joyner, City of Fort Myers
Leif Lustig, City of Fort Myers
Beth Stark, City of Fort Myers

2. Public Comment

There were no members of the public that wished to make comments.

3. Approval of Minutes

The Board was presented with the minutes of the May 18, 2016 meeting to review.

A motion was made by Mr. Griep and seconded by Mr. Rosso to approve the meeting minutes of May 18, 2016 as submitted. The motion passed 5 – 0.

4. Attorney Report – Scott Christiansen, Christiansen & Dehner, P.A.

Mr. Christiansen reminded the Trustees to file the Form 1 with the Supervisor of Elections of the County in where they reside by July 1st.

Mr. Christiansen is currently working on the proposed IRS ordinance; it will be complete before the next quarterly meeting.

Mr. Christiansen updated the Board on the progress of the contract with Alger Management. Alger rejected the original contract, but has since agreed to the Plan's stipulations.

Mr. Christiansen asked for an update on the Rollston Thomas beneficiary issue. The beneficiaries are both minors, and their guardian had decided to wait until they were 18 to collect. Mr. Christiansen will look into whether or not the Plan can allow retroactive payments and update Mr. Baur and Ms. McNeill.

5. Investment Performance – Tim Nash, The Bogdahn Group

Mr. Nash presented a Bogdahn market update summary which will be distributed prior to quarterly meetings going forward. Mr. Nash explained the different indexes and how the market fluctuations affected the portfolio. The market continues to be challenging; there is a lot of uncertainty. Currency had a negative impact on the portfolio as the value of the US dollar went down, and Franklin Templeton, the Plan's global bonds manager, moved to US currency right

before it went down. Bogdahn is still 'comfortable' with Templeton and does not recommend a change at this time.

As of March 31, 2016, the market value of the fund was \$92,882,877. The net return for the quarter was -0.44% and the benchmark was 1.74%. The net return for the calendar year was -2.17% and the benchmark was 0.93%. Mr. Nash reviewed the individual Investment Manager's performance. There is currently no recommendation for change. Mr. Nash reported that he believes the Alger Management transition will be completed by the next meeting.

Mr. Tallarico left the meeting at 9:56 AM.

Mr. Nash reviewed the Plan's current asset allocation. Real Estate is currently over 11%, which is above the Plan's target of 10%. There is no recommendation for rebalancing at this time as the Plan has a 5% tolerance.

Mr. Tallarico returned to the meeting at 10:04 AM.

6. Administrator Report – Scott Baur and Amber McNeill, Resource Centers

a. Update on Buchanan Overpayment

Mr. Christiansen will send a follow up letter to Mr. Buchanan, possibly suggesting a payment plan. Mr. Christiansen will update the Board at the next quarterly meeting.

Ms. McNeill informed the Board that there are still many individuals who have not complied with the Receipt of Retirement Benefits Affidavit. Mr. Christiansen suggested having a hearing at the next quarterly meeting for individuals who have not complied. Individuals who have not returned the Affidavit and do not attend the hearing may have their benefits suspended. Mr. Christiansen will send Ms. McNeill the 'language' that needs to be in the follow up letter.

b. Benefit Approvals (see the attached list of Benefit Approvals)

The Board was presented the Benefit Approvals for review.

Mr. Baur informed the Board that he had been invited to attend the City's budget meeting on June 30th by Maria Joyner and speak on behalf of the Plan. Mr. Baur believes that this will help initiate positive communication between the Plan and the City.

A motion was made by Mr. Griep and seconded by Mr. Rosso to approve the Benefit Approvals. The motion passed 5 – 0.

7. Plan Financials

a. Interim Financial Statements

Mr. Baur presented the interim financial statements to the Board.

b. Warrant (see attached Warrant – Payment of Invoices)

Mr. Baur presented the warrant and corresponding invoices for approval from the Board.

A motion was made by Mr. Griep and seconded by Mr. Tallarico to accept the Warrant. The motion passed 5 – 0.

8. Old Business

None

9. New Business

Mr. Gongora inquired on whether the Board was considering any changes to the Investment Policy Statement. Mr. Nash reported that a new addendum would be added to the current policy when the Alger Management transition is completed.

The Trustees previously set the schedule for the next regular monthly meeting on Wednesday, June 15, 2016 at 9:00 AM.

10. Adjournment

There being no further business, a motion was made by Mr. Griep to adjourn and seconded by Mr. Rosso. Motion passed 5 – 0.

Respectfully submitted,

Richard Griep, Secretary