MACON FIRE AND POLICE EMPLOYEES RETIREMENT SYSTEM

BOARD MEETING REPORT

DATE: October 8, 2015

TIME: 4:05 p.m.

PLACE: Board of Commissioners Conference Room

BOARD MEMBERS PRESENT

Daniel Angelo, Chairman
Gary Bechtel, Commissioner
Mark Stevens

BOARD MEMBER ABSENT

Larry Schlesinger, Vice Chairman

OTHERS PRESENT

Reginald McClendon, Assistant County Attorney
Narender Bhardwaj, Finance Department
Ben Hubbard, Human Resources Director
Charlie Bishop, Retired Assistant Chief of Police
Jon Breth & Dan Johnson, The Bogdahan Group
Scotty Shepard, Commissioner
Janice Ross, Interim County Clerk
Charletta Price, Recording Secretary

Chairman Danny Angelo called the meeting to order.

Approval of Meeting Agenda

On motion of Commissioner Gary Bechtel, seconded by Mark Stevens and carried unanimously, the agenda of October 8, 2015 was approved.

Approval of September 10, 2015 Minutes

On motion of Commissioner Bechtel, seconded by Mr. Stevens, and carried unanimously the minutes of September 10, 2015 were approved.

Assistant County Attorney Reginald McClendon presented the new resolution authorizing signatures for Chairman, Angelo and Vice-Chairman Schlesinger

Approval of Invoices/Finance Director's Report

No Invoices to Approve

Retirement Report/Human Resources Director's Report

Human Resources Director, Ben Hubbard, presented the following retirements for the Month of September:

1. James K. Chambers – Fire Department/29 years (Normal)
2. Thomas E. Davis – Fire Department/34 years (Normal)
3. David E. Bloodworth – Fire Department/43 years (Normal)
4. John W. Glover, Jr. – Fire Department/36 years (Normal)
5. Harold D. Marcus – Fire Department/34 years (Normal)
6. Rex W. Sampson – Fire Department/31 years (Normal)
7. Earnest Skelton – Fire Department/23 years (Normal)
8. Kimberly Ann Avery – Beneficiary/Capt. Walter Wayne Avery (Normal)

Chairman Angelo moved, seconded by Mr. Stevens, to approve the retirements as submitted. Motion passed unanimously with Chairman Angelo, Commissioner Bechtel and Mr. Stevens.

Report From Ryan Labs

Sean McShea, Ryan Labs Asset Management, provided the Board and attendees handouts and an overview of the Company's income portfolio, which they manage on behalf of the Pension Plan. Mr. McShea discussed the construction of their portfolio and characteristics of the portfolio including the increased yield of the benchmark. He reviewed the fact that they manage a portfolio benchmarked to the Barclays Aggregate Bond index since 2004. Mr. McShea will gather further County financials to run a pension diagnostic report to provide to the Board in the future.

Bogdahn Group Update

Dan Johnson and Jon Breth from the Bogdahn Group introduced themselves and thanked the Board for the opportunity to serve as investment consultants to the Board. Mr. Johnson addressed the current investment market, in particularly the pullback in the stock market, and reviewed past periods of similar market consolidation.

Mr. Breth reviewed the DRAFT Investment Policy Statement (IPS) for the Pension Plan. Mr. Breth reviewed the aspects of the IPS and how it relates to the current IPS, Georgia Statues, and the investment managers including the addendum for the Ryan Labs portfolio. The document will be on the next agenda for approval giving the Board the opportunity to further review.

Mr. Johnson reviewed the transition plan for the portfolio which included addressing the transition manager (Vertas) and Custodial Trust Operation (Wells Fargo), to properly transition the portfolio. Mr. Johnson and Mr. Breth indicated the proposed agreements from Vertas at a penny a share for the transition and the price proposal for Wells Fargo at an approximated 2 bps (Basis Points) of Plan assets. The Bogdahn Group contract is waiting approval by the Commission.

On motion of Chairman Angelo, seconded by Mr. Stevens and passed unanimously, The Bogdahn Group contract will be effective December 1, 2015.

On motion of Chairman Angelo, seconded by Mr. Stevens and passed unanimously, the Vertas Contract as Transition Manager, and Wells Fargo contract was approved contingent upon legal review by the County Attorney's Office.

On motion of Chairman Angelo, seconded by Mr. Stevens and passed unanimously, the Board approved, upon the completion of the agreements with Vertas and Wells Fargo, to allow the Chairman to coordinate with the Investment Consultants to begin the transition process.

The Board moved to table the discussion on rescheduling the Pension Board's meeting dates until the November meeting.

Chairman Angelo asked if there was any further business. Hearing none, the meeting was adjourned at 6:05 p.m.

Respectfully Submitted:

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Charletta Y. Price
Recording Secretary