

Firemen's Relief & Retirement Fund
January 14, 2019

A regular meeting of the Board of Trustees of the Waxahachie Firemen's Relief and Retirement Fund was held at Waxahachie Fire Station No. 1, 407 Water Street, on Monday, January 14, 2019 at 8:30 a.m.

Members Present: Gary Myers, Chairman
John Tillery
Lee Statham
Charles Harris, Finance Director
David Hill, Mayor's Designee

Members Absent: Matt Dorsey, Vice Chairman
Marcus Brown, Secretary

Others Present: Lori Cartwright, City Secretary

1. Call to Order

Chairman Gary Myers called the meeting to order.

2. Consent Agenda

- a. Minutes of the regular Firemen's Relief & Retirement Fund meeting of December 10, 2018
- b. Annuity checks for FR&R Retirees and other disbursements for the month of February 2019

Action:

Mr. John Tillery moved to approve items a. and b. on the Consent Agenda. Mr. Lee Statham seconded, All Ayes.

3. Hear Fourth Quarter Report 2018 from Tim Sharpe, Graystone Consulting, and take any necessary action

Mr. Tim Sharpe, Graystone Consulting, reported fourth quarter of 2018 for the fund was up approximately 4% and then lost approximately 4% noting it was not a good quarter. He stated to close out 2018, the S&P 500 recorded its worst quarter since 2011, and in December, its worst month since February 2009. Mr. Sharpe stated International markets fared slightly better than the US, but overall it was a dismal quarter for markets. He noted the US equities fell significantly in the fourth quarter, as the S&P 500 dropped 13.52% and all but one of the 11 sectors finished in the red. Mr. Sharpe reported, as of December 31, 2018, the Waxahachie Firemen's fund balance totaled \$16,007,617.

Mr. Sharpe presented the proposed cash flow and rebalancing worksheet and recommended balancing the fund as follows:

01/09/2019	Rebalance
Balance	Amounts

1.	Delaware LCV	1,702,575	- 40,000
2.	LCV ETF	182,891	-20,000
3.	Polen Capital LCG	1,477,161	-100,000
4.	LCG ETF	450,144	
5.	Great Lakes SMID Core	1,381,576	-55,000
6.	Delaware International	1,581,707	
7.	WCM Intl Growth	1,612,981	
8.	Victory Trivalent	794,849	
9.	Driehaus	1,082,975	
10.	BRIEF	1,987,879	
11.	Blackstock Strategic Income	1,921,299	
12.	Federated Core FI	2,013,228	
13.	Central Park Group	112,369	

Action:

Mr. John Tillery moved to rebalance as presented. Mayor Pro Tem David Hill seconded, All Ayes.

4. Consider Investment Policy revisions

Chairman Myers reviewed the Investment Policy revisions noting under Section 3.2 Responsibilities of Investment Managers, reference to Texas Senate Bill 235 prohibiting investment in "Scrutinized Companies" was added. Under Exhibit B language was added from the Boards approval at their meeting of May 14, 2018 pertaining to Glovista and Driehaus, creating a 5% allocation in International SMID cap and the hiring of Victory Trivalent, and adding Texas Senate Bill 235 language.

Action:

Mr. John Tillery moved to update the Investment Policy as presented. Mr. Charles Harris seconded, All Ayes.

5. Consider Dennis Crecelius' retirement benefits and DROP payment

Chairman Myers reported Mr. Crecelius recently retired and opted for the DROP payment. He reviewed the retirement benefits due to Mr. Crecelius.

Action:

Mr. Lee Statham moved to approve retirement benefits for Mr. Dennis Crecelius as presented. Mr. John Tillery seconded, All Ayes.

6. Consider invoice from Retirement Horizons Incorporated

Chairman Myers presented an invoice from Retirement Horizons Incorporated in the amount of \$2,000.00 for analysis on the actuarial valuation.

Action:

Mr. John Tillery moved to approve an invoice from Retirement Horizons Incorporated in the amount of \$2,000.00. Mr. Lee Statham seconded, All Ayes.

7. Consider invoice from Helen Duval, CPA

Chairman Myers presented an invoice from Helen Duval, CPA totaling \$2,125.00. He reported includes investment accounting for period October 2017 through September 2018 and miscellaneous accounting.

Action:

Mr. John Tillery moved to approve an invoice from Helen Duval, CPA in the amount of \$2,125.00.

Mr. Lee Statham seconded, All Ayes.

8. Consider Sharon Turner's request for widow benefits

Chairman Myers stated Mr. Jim Turner was receiving retirement annuities and with his recent death the annuity will be modified to reflect widow benefits to Mrs. Sharon Turner.

Action:

Mr. John Tillery moved to approve modified benefits to Mrs. Sharon Turner as presented. Mr.

Lee Statham seconded, All Ayes.

9. Set next meeting date and time of Firemen's Relief and Retirement Fund Board

The Firemen's Relief and Retirement Board set their next meeting for Monday, February 11, 2019.

10. Adjourn

There being no further business, the meeting adjourned at 9:39 a.m.

Respectfully submitted,

Lori Cartwright
City Secretary