

**Minutes
Employee's Retirement System Board of Trustees
August 17, 2016
Quarterly Meeting**

Call to Order: Chair Angeline Lavin called the meeting of the Employee's Retirement System Board of Trustees to order at 8:30 a.m. at the Main Library.

Board Members Present: Cathy Bianchi
James Larson
Angeline Lavin
Adam Schwab
Lon Tiggelaar

Board Members Absent: Donn Hill
Amy Richardson

Staff Members Present: Tracy Turbak, Director of Finance
Thomas Huber, Assistant Director of Finance
David Pfeifle, City Attorney
Angie Uthe, Compensation & Benefits Manager
Kathy Pottebaum, Payroll/Benefits Specialist
Angie Richmond, Paralegal

Others present: Firefighters' Pension Fund Board of Trustees members: Randy Farland, Matt McAreavey, Mark Sivertson & Tyler Stewart
Howard Pohl & Peter Brown, The Bogdahn Group

The Employee's Retirement System Board of Trustees and the Firefighter's Pension Fund Board of Trustees met in joint session.

A motion was made by Bianchi, seconded by Schwab, to approve the May 11, 2016 meeting minutes. Motion carried unanimously.

Howard Pohl and Peter Brown presented the Board with the 2016 second quarter performance report. The performance in the quarter of 1.6% ranked slightly below median versus all plans within the Bogdahn Group plan universe and below the policy benchmark. The annual 1.6% return was top third and above the policy bogey, while the five year 8.3% return ranked in the top decile and beat the policy. The market value of the Fund increased from \$391.9 million to \$398.0 million in the quarter.

Peter Brown discussed non-core private real estate open end funds as an option to enhance the investment portfolio.

A motion was made by Larson, seconded by Bianchi, to commit 2% to the Principal Enhanced Property Fund and invite Principal to the November quarterly meeting. Motion carried unanimously.

Tom Huber reviewed the Investment Allocations and Manager Structure including rebalancing actions that were completed within the quarter.

Tiggelaar shared information on public pension system trends and activities from his recent attendance at the National Conference on Public Employee Retirement Systems.

**A motion was made by Bianchi, seconded by Larson, to adjourn the meeting.
Motion passed unanimously.**

The Board adjourned at 10:39 a.m.

Respectfully submitted,

Angie Uthe
Recording Officer