



CITY OF FRESNO RETIREMENT SYSTEMS REGULAR JOINT MEETING OF THE RETIREMENT BOARDS

MINUTES

January 11, 2017

The Employees and Fire and Police Retirement Boards met in a joint session in Retirement Office, 2828 Fresno St., 2nd Fl., Board Chamber, Room 202, Fresno, California at the hour of 1:15 PM on the day above written.

ROLL CALL AT 1:15 PM

Members Present for the EMPLOYEES RETIREMENT BOARD

Phillip Hardcastle, TJ Miller, Marvell French, David Cain, Jane Sumpter

Members Absent: None

Members present for the FIRE AND POLICE RETIREMENT BOARD

Michael Reid, Jonathan Lusk, Ted Semonious

Members Absent: David Newton

Also Present: Russ Richeda, Legal Counsel, Robert Theller, Retirement Administrator, Kathleen Riley Brown, Assistant Retirement Administrator, Yvonne Timberlake, Benefits Manager, Pattie Laygo, Executive Assistant

APPROVE MINUTES

Approve minutes of December 11, 2016, Regular Joint Meeting of the Retirement Boards.

ACTION: Approved/Adopted

ON MOTION by Member French seconded by Member Miller to approve the minutes of December 11, 2016, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Sumpter

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Lusk to approve the minutes of December 11, 2016, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Reid, Lusk, Semonious

NOES: None

ABSTAIN: None

ABSENT: Newton

APPROVE AGENDA

Approve agenda of January 11, 2017, Regular Joint Meeting of the Retirement Boards.

ACTION: Approved/Adopted

Upon call by Chair Hardcastle, Item B-1A (Closed Session) will be conducted at the end of the meeting. There were no objections.

ON MOTION by Member French seconded by Member Miller to approve the agenda of January 11, 2017, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Sumpter

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Lusk seconded by Member Semonious to approve the agenda of January 11, 2017, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Reid, Lusk, Semonious

NOES: None

ABSTAIN: None

ABSENT: Newton

TIMED SCHEDULED HEARINGS AND MATTERS

None

A. CONSENT CALENDAR

1. Approve date and time of the next Regular Joint Meeting of the Retirement Boards scheduled at 1:00 pm on Wednesday, January 25, 2017.

ACTION: Approved/Adopted

Date corrected to read: January 25, 2017.

ON MOTION by Member French seconded by Member Miller to approve the consent calendar as revised DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Sumpter

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Lusk to approve the consent calendar as revised DULY CARRIED by the following vote:

AYES: Reid, Lusk, Semonious

NOES: None

ABSTAIN: None

ABSENT: Newton

B. EMPLOYEE PERSONNEL ISSUES

1. CLOSED SESSION - EMPLOYEE PERFORMANCE EVALUATION - Government Code section 54957
A. Annual Review - Retirement Administrator

ACTION: No Action

Upon call by the Chairs and hearing no objection, the Boards went into closed session at 2:26 pm.

C. STAFF INITIATED ITEMS

None

D. BOARD INITIATED ITEMS

1. Authorize Board Chairs to vote the Systems shares for Directors of the CFRS Realty Holding Corporation selected at the Corporation's Annual Shareholders meeting.

ACTION: Approved/Adopted

The Boards accepted staff recommendation that the Boards select five (5) individuals from each Board as nominees for the Board of Directors of the CFRS Realty Holding Corporation and authorize the Board Chairs to officially nominate and vote the Systems shares at the CFRS Annual Shareholders Meeting scheduled on January 11, 2017.

ON MOTION by Member French seconded by Member Miller authorizing the Chair to nominate the Systems shares at the CFRS Annual Shareholders meeting DULY CARRIED RESOLVED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Sumpter

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Lusk authorizing the Chair to nominate the Systems shares at the CFRS Annual Shareholders meeting DULY CARRIED RESOLVED by the following vote:

AYES: Reid, Lusk, Semonious

NOES: None

ABSTAIN: None

ABSENT: Newton

2. Review, Discuss and Consider Financial Auditing Services Renewal or RFP for Auditing Services.

ACTION: Approved/Adopted

The Boards received overview provided by Assistant Administrator and reviewed the information on financial auditing services. The Boards reviewed and discussed the City's processes for auditing services and considered RFP. Staff is directed to negotiate a renewal of the agreement with Brown Armstrong Accountancy Corporation.

ON MOTION by Member Cain seconded by Member Miller to authorize staff to negotiate a five-year renewal of the agreement with Brown Armstrong Accountancy Corporation extending the agreement for financial auditing services for fiscal year periods June 30, 2017 through June 30, 2021, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Sumpter

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Lusk to authorize staff to negotiate a five-year renewal of the agreement with Brown Armstrong Accountancy Corporation extending the agreement for financial auditing services for fiscal year periods June 30, 2017 through June 30, 2021, DULY CARRIED by the following vote:

AYES: Reid, Lusk, Semonious

NOES: None

ABSTAIN: None

ABSENT: Newton

3. Consider, Review and Discuss amendments to Retirement Board Policy Section 2-1, Continuing Education and Due Diligence Visitation Travel Reimbursement Policy Statement.

ACTION: Approved-ERS / Tabled FP

The Boards reviewed and discussed the modifications as presented by the Administrator. Revisions were proposed and accepted by the Employees Retirement Board.

ON MOTION by Member Hardcastle seconded by Member French to approve modifications to Board Policy 2-1 as amended, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Sumpter

NOES: None

ABSTAIN: None

ABSENT: None

The Fire and Police Board continued with discussion and proposed new topics for added discussion. Issue tabled by the Fire and Police Board to allow further review of Policy revisions.

E. GENERAL DISCUSSION

1. Report by Retirement Administrator of ongoing projects and updates.

ACTION: Received

2. Report by Legal Counsel regarding pending legal actions and updates.

ACTION: Received

F. INFORMATION ONLY ITEMS

1. Press Release dated December 16, 2016 announcing Principal Names Pat Halter Chief Operating Officer of Principal Global Investors.

ACTION: Received

2. Agenda of the Regular Board Meeting of the Fresno City Employees Health and Welfare Trust Board to be held on Wednesday, January 11, 2017 and Minutes of November 9, 2016, Regular Board Meeting.

ACTION: Received

G. PROPOSED AGENDA ITEMS FOR NEXT BOARD MEETING

None

H. UNSCHEDULED ORAL COMMUNICATIONS

None

I. PUBLIC COMMENTS

None

J. ADJOURNMENT

3:46 pm

Employees Retirement Board

Fire and Police Retirement Board