

PENSION INVESTMENT ADVISORY BOARD
MEETING MINUTES

A meeting of the Mt. Lebanon, PA Pension Investment Advisory Board (PIAB) was held Thursday, November 5, 2015 at 9:00 am in room D of the municipal building at 710 Washington Road, Pittsburgh, PA 15228.

The meeting was called to order at 9:05 am. In attendance were Board members Kevin Renne, Christopher McMahon, Mark Mistretta, Andrew Kicinski and Staff member Andrew McCreery.

A presentation was given by Public Agency Retirement Services (PARS) regarding the municipality's Other Post-Employment Benefits Trust Fund (OPEB). Maureen Toal presented on the management services provided by PARS. Dennis Mullins presented on the investment advisory services provided by US Bank N.A. in conjunction with the PARS program. They presented for approximately 30 minutes and subsequently exited upon completion.

Another presentation was given by PFM Asset Management, LLC concerning OPEB. Marc Ammaturo, our current pension investment lead advisor, and Perry Giovannelli from PFM presented single employer trust option that would mirror our current setup for pension advisory services. PFM also extended the same pricing as the pension services. They presented for approximately 20 minutes and subsequently exited upon completion.

The PIAB deliberated on the options for OPEB. Discussion ensued on administrative needs, costs of both options and structure of trust assets. Due to the existing successful relationship with PFM and having the lower cost option a motion was called by Mark Mistretta and seconded by Kevin Renne to award PFM Asset Management, LLC a contract for investment advisory services for the municipality's OPEB. The motion carried unanimously.

Mr. Ammaturo and Mr. Giovannelli entered the room.

A motion to approve the minutes of May 20, 2015 was made by Mr. McMahon and seconded by Mr. Renne. The motion carried unanimously.

A motion to approve the minutes of August 26, 2015 was made by Mr. Renne and seconded by Mr. Kicinski. The motion carried unanimously.

Mr. Ammaturo formally introduced Mr. Giovannelli.

Mr. Ammaturo updated the Board on the results of the 3rd quarter 2015.

- The pension plans were negative 3.4% for the quarter while the target benchmark was a negative 3.6%.
- Virtus Foreign Opportunities Fund performed well against the benchmarks for the quarter.

Mr. Ammaturo gave an update as to the first month's activity in the new discretionary management arrangement. He went over the new investments and the remaining investments from the consulting relationship on the account rebalancing worksheets provided to the PIAB.

The meeting adjourned at approximately 10:30 am.