

PENSION INVESTMENT ADVISORY BOARD
MEETING MINUTES

A meeting of the Mt. Lebanon, PA Pension Investment Advisory Board (PIAB) was held in Room D of the Municipal Building with a virtual Zoom connection at 9:00 am on May 11, 2023.

In attendance were Board members John Kerber, Chris Wiles, Rich Marchione, Ron Yost, Paul Kraus, Advisor Perry Giovannelli (PFM) and Staff member Andrew McCreery.

Rich Marchione moved to approve the minutes from November 9, 2022. John Kerber seconded the motion. The motion carried 3-0.

Mr. Giovannelli updated the Board on the results of 1st quarter 2023.

- Market conditions
 - Generally positive in the equity indices.
 - Pull back on small and mid cap due to recent bank collapses.
 - 2 positive quarters for fixed income. Starting to see returns in fixed income.
 - S&P index was up 7.50% for the quarter.
 - Russell 3000 was up 7.18% for the quarter.
 - Fed has a target rate of 2% for CPI, but that may be hard to attain with interest rate increases. Too many rate increases could lead to a depression.
 - Unemployment rates remain at 3.5%. Still indicating a very strong work force.
 - Private real estate is getting hit hard.
 - PFM was planning on small/mid cap to outperform large cap. That didn't happen. The next quarter will be more neutral with the overweighting being corrected.
 - Increased outlook on fixed income.
 - The last six months of the year will be focusing on getting to target allocations.
- Plan Returns
 - The quarter returned positive returns, ranging from 4.61-5.26%.
 - Discussion ensued about the weighting of the portfolio and the attribution analysis.

Meeting Adjourned at 9:40 am.