

CITY OF ORANGE
FIREMEN'S RELIEF AND RETIREMENT FUND
BOARD OF TRUSTEE'S MEETING

January 16, 2018

The Board of Trustees and Officers of the City of Orange Firemen's Relief and Retirement Fund convened for a board meeting on January 16, 2018, in the City Hall conference room, Orange, Texas.

Board members present: John Bilbo, Vice-Chairman
 Cheryl Zeto, Secretary/Treasurer
 Jason Maddox, Member Trustee
 Walter Riedel, Citizen Trustee

Active members present:

The meeting was called to order at 2:00 pm.

Approval of Minutes

A motion was made by Cheryl Zeto to approve the minutes of the meeting held on December 21, 2017. The motion was seconded by John Bilbo. All present are in favor. No one opposed. Motion passed unanimously.

DISCUSSION/ACTION ITEMS

A motion was made by Cheryl Zeto to approve the election results for the trustee position expiring January 30, 2018. John Bilbo was re-elected to his position by acclamation. There were no nominations received by the membership to challenge his position. The motion was seconded by Walter Riedel. All present are in favor. No one opposed. Motion passed unanimously.

The Oath of Office was completed by John Bilbo and notarized by Cheryl Zeto.

Foster-Foster completed a special study at the request of the Board to determine if amending the normal form of annuity payment based on marital status at time of retirement would help to reduce the Fund's amortization period. According to the special study results, amending the normal form of annuity payment coupled with the most recent contribution increases would lower the current amortization period of 69.3 years to 47.4 years. Jason Maddox noted that this possible change to the Plan would likely not pass on a vote by the membership at this time. No action was taken at this time.

The Funding Soundness Restoration Plan (FSRP) letter needs to be submitted to the PRB by February 10th. A motion was made by Cheryl Zeto to contract Foster-Foster to provide the FSRP based on; (1) the adopted contribution increases by the City and the members in FY2018 and FY2019, (2) the revision to the Investment Policy to allow a more timely response to poor performing funds/ fund managers and (3) an explanation of the change in assumption regarding asset smoothing and its effect on the amortization period. Other options are being explored like the study to possibly amend plan benefits to equalize the costs for married and single members will be

considered in the FSRP that will be submitted. The motion was seconded by John Bilbo. All present are in favor. No one opposed. Motion passed unanimously.

DISCUSSION/POSSIBLE ACTION ITEMS

A) Review December investment statements: It was noted that the Fund balance was up slightly at the end of December. There were no other questions. No action is required.

REPORTS FROM TRUSTEES

There are no reports from trustees at this time. It was noted that it had started snowing and sleeting by end of this meeting.

ADJOURNMENT

A motion was made by John Bilbo to adjourn the meeting. The motion was seconded by Cheryl Zeto. All present are in favor. No one opposed. Motion passed unanimously.