

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

April 19, 2018

The Board of Trustees and Officers of the City of Orange Firemen's Relief and Retirement Fund convened for its monthly board meeting on April 19, 2018, at the City Hall Conference room, Orange, Texas with the following members present:

Jody Cowart,	Chairman
John Bilbo,	Vice-Chairman
Cheryl Zeto,	Secretary/Treasurer
Sherry Jackson,	Trustee
Jason Maddox,	Member Trustee
Walter Riedel,	Citizen Trustee

Guests: Ryan Howard, Member
Graystone Consultants: Daniel Sullivan
Jim Stoker

The meeting was called to order at 10:02 am.

A motion was made by Sherry Jackson to approve the minutes of the meeting held on March 15, 2018. The motion was seconded by Jody Cowart. All present are in favor. No one opposed. Motion passed unanimously.

Discussion & action item:

A motion was made by Jody Cowart to approve the application for Death Benefits for Brenda Nezat, wife of Frank Nezat Jr. The motion was seconded by Cheryl Zeto. All present are in favor. No one opposed. Motion passed unanimously.

Review of the quarterly investment performance for the period ending March 31, 2018:

The quarter ended flat with no big changes in the first quarter of 2018. Overall eight (8) of the eleven (11) managers beat their benchmarks. Grayson Consultants have conducted an emerging markets manager search to replace Glovista.

A motion was made by Jody Cowart to replace the emerging markets manager Glovista with Driehaus Emerging Markets as recommended by the Graystone Consulting team. The allocation will remain the same at 10%. The motion was seconded by Sherry Jackson. All present are in favor. No one opposed. The motion passed unanimously.

A motion was made by Jody Cowart to table the decision to add Victory Trivalent International Small Cap to the portfolio, a new manager recommended by Graystone Consultants, until the May board meeting. The Board asked for more information to determine how this addition will help the Fund. Jim Stoker will provide an asset allocation study to the Board

before the May board meeting. The motion was seconded by John Bilbo. All present are in favor. No one opposed. The motion passed unanimously.

A motion was made by Walter Riedel to accept the rebalancing cash flow worksheet as recommended. The manager change from Glovista to Driehaus will not affect the cash flow recommendations since the allocation remains the same. The motion was seconded by Cheryl Zeto. All present are in favor. No one opposed. The motion passed unanimously.

A motion was made by Jody Cowart to table the approval of the IPS revision 3.1 until revisions are made to include manager changes. The motion to table this item was seconded by Walter Riedel. All present are in favor. No one opposed. The motion passed unanimously. The IPS revision 3.1 and 3.2 will be on the May agenda for board approval.

Discussion /possible action items:

There are no new suggestions for the open citizen trustee position. The Board will continue to search for anyone willing to take on the responsibilities of the citizen trustee position.

Reports from Trustees:

It was noted that The Fund received a letter of compliance from the PRB for the revised FSRP submitted February 12, 2018.

Summary of the items to be provided to the Board by Grayson consultants Jim Stoker and Daniel Sullivan: Revised IPS 3.2, Asset Allocation Study with Victory Trivalent, Rebalancing to include Victory Trivalent, and a summary of the TEXPERS allocation to show the Fund's standing.

A motion was made by Jody Cowart to adjourn the meeting at 11:05 am. The motion was seconded by John Bilbo. All present are in favor. No one opposed. Motion passed unanimously.