

**City of Marine City
Pension Board ~ Pension Plan
July 25, 2017**

A regular meeting of the Pension Board ~ Pension Plan held on Tuesday, July 25, 2017 in the Fire Hall, 200 South Parker Street, Marine City, Michigan, was called to order by City Commission Representative Turner at 4:30 PM.

Present: City Commission Representative Turner; Board Members Itrich, VanderMeulen, Zyrowski; Treasurer McDonald; Deputy Clerk McDonald

Absent: Mayor Vandebossche; Board Member Scheel; City Manager Leven

Motion by Board Member Itrich, seconded by Board Member VanderMeulen, to have City Commission Representative Turner run the meeting. All Ayes. Motion Carried.

Motion by Board Member Itrich, seconded by Board Member Zyrowski, to excuse Mayor Vandebossche, Board Member Scheel, and City Manager Leven from the meeting. All Ayes. Motion Carried.

Approve Agenda

Motion by Board Member Itrich, seconded by Board Member Zyrowski, to approve the Agenda, as presented. All Ayes. Motion Carried.

Approve Minutes

Motion by Board Member Zyrowski, seconded by Board Member Itrich, to approve the Minutes of the Regular Pension Board ~ Pension Plan Meeting of April 25, 2017, as presented. All Ayes. Motion Carried.

Communications

Received:

- Sullivan, Ward, Asher & Patton, PC – Legal Counsel Correspondence

Treasurer McDonald stated that she had already completed the required actions to be in compliance.

Motion by Board Member Itrich, seconded by Board Member Zyrowski, to accept and file the Communication. All Ayes. Motion Carried.

Unfinished Business

None.

New Business

None.

Open Discussion

No residents addressed the Board.

Financial Business

Actuarial Report for Period Ending June 30, 2016 ~ Presentation by Sandra Rodwan

Sandra Rodwan, Rodwan Consulting Company, gave a summary of the Actuarial Report for the Period Ending June 30, 2016. Major points addressed were as follows:

- Accrued Liabilities totaled \$6,950,695 and Funding Value of Assets totaled \$5,299,897
- Market Value of Assets decreased from 2015
- The Active Members decreased by 1 since 2015
- Contribution for fiscal year beginning July 1, 2017:
 - Member portion - \$14,482.00
 - City portion - \$189,645.00
- The Funded Ratio was 76.6% in 2015 and decreased to 76.2% in 2016

Financial Reports - Investment Performance

Financial Consultant, Frederick Miller, reviewed a Performance Analysis Summary, dated July 3, 2017. He reported the following:

- Year-to-date, the beginning Market Value was \$4,709,664.50 and ending Market Value was \$4,949,618.72
- Year-to-date, \$100,000.00 had been withdrawn from the plan and the projected cash flow was \$131,976.20
- The Pension Plan Holdings year-to-date was up 7.28% and up 5.19% since inception.

Mr. Miller recommended that the Board reduce the amount invested in the Goldman Sachs Strategic Income Fund from \$778,896.42 to \$200,000.00 and purchase the following funds: Columbia Strategic Income, Lord Abbett Short Duration, and Thornburg Limited Term Income.

Motion by Board Member Itrich, seconded by Board Member Zyrowski, to reduce the amount invested in the Goldman Sachs Strategic Income Fund from \$778,896.42 to \$200,000.00 and purchase the following funds: Columbia Strategic Income, Lord Abbett Short Duration, and Thornburg Limited Term Income. All Ayes. Motion Carried.

Preliminary Financial Statements

Motion by Board Member Itrich, seconded by Board Member Zyrowski, to accept the Preliminary Financial Statements for April & May, 2017, and place on file. All Ayes. Motion Carried.

Invoice Approval

Motion by Board Member Zyrowski, seconded by City Commission Representative Turner, to approve Rodwan Consulting Company Invoice #2328 in the amount of \$5,400.00, as presented. All Ayes. Motion Carried.

Motion by Board Member Zyrowski, seconded by Board Member Itrich, to approve Sullivan, Ward, Asher & Patton Invoice #490178 in the amount of \$60.00, as presented. All Ayes. Motion Carried.

Adjournment

Motion by Board Member Itrich, seconded Board Member Zyrowski, to adjourn at 5:24 pm. All Ayes. Motion Carried.

Respectfully submitted,

Elizabeth McDonald

Elizabeth McDonald
Deputy Clerk

Kristen Baxter

Kristen Baxter
City Clerk