

MINUTES

DEKALB COUNTY PENSION BOARD

March 10, 2016

The DeKalb County Pension Board held a meeting on March 10, 2016 in the Board of Commissioners Conference Room. The following members were present: James Hendrix, Interim CEO Lee May, John McMullan, Robert Robertson (via telephone), Interim CFO Virginia Rutledge, Edmund Wall, and Cornelius Yarbrow. Others present: Patricia Keesler of Benefits Law Group; Todd Carabasi, Cody Chapman and Weston Lewis of Callan Associates; Deborah Brigham and Rocky Joyner of The Segal Company; Cory Bush; Jelani Hooks; Larry Jacobs; Commissioner Nancy Jester; and Paul Wright.

James Hendrix motioned, Cornelius Yarbrow seconded and the Board approved the January 13, 2016 Pension Board minutes.

James Hendrix motioned, Cornelius Yarbrow seconded and the Board approved payment of the following invoices:

Vendor	Service	Period	Amount
Advent Capital Management	Investment Management	4Q 2015	\$64,611.25
Denver Investment Advisors	Investment Management	3Q 2015	79,708.41
Denver Investment Advisors	Investment Management	4Q 2015	78,541.59
Earnest Partners	Investment Management	4Q 2015	101,622.74
Edgar Lomax Company	Investment Management	4Q 2015	32,240.73
Frontier Capital Management	Investment Management	4Q 2015	121,332.24
Gabelli Asset Management	Investment Management	4Q 2015	186,224.00
Jennison Associates	Investment Management	4Q 2015	139,761.96
J.P. Morgan – Intermediate Bond Fund	Investment Management	4Q 2015	57,764.15
State Street	Custodial Supervision	3Q 2015	39,556.67
State Street	Custodial Supervision	4Q 2015	39,250.51
Waddell & Reed	Investment Management	4Q 2015	49,608.41
Subtotal			\$990,222.66
ASM Consulting	Website Management	1/31/16	\$75.00
ASM Consulting	Website Management	2/28/16	150.00
Benefits Law Group	Legal Consulting	1/31/16	3,394.00
DeKalb Co. Board of Registration & Elections	Pension Board Election	2/4/16	10,215.00
DeKalb County Finance Department	Pension Administration	4Q 2015	79,669.86
Kingloff, Daniel L., MD	Disability Examination	March 2016	1,150.00
Pension Benefit Information	Death Audit Search	February 2016	129.00
Subtotal			\$94,782.86
Total			\$1,085,005.52

James Hendrix motioned, John McMullan seconded and the Board rescinded their action from the January 13, 2016 meeting related to the application from Margaret Smith, an employee of Watershed Management, to pay contributions for employment on leave without pay, so as to

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receive credit for that service, as she was on leave without pay for over six months, thus making her ineligible.

James Hendrix motioned, Cornelius Yarbrow seconded and the Board approved requests from the following employees to repay contributions withdrawn from the pension plan, so as to receive accredited service for prior employment:

- Tracy McCullough, an employee of Watershed Management
- Shawna Prescott, an employee of Watershed Management

The Board then listened to Rocky Joyner present the April 1, 2015 actuarial report. The recommended County contributions are 15.04% of payroll for 2017, compared to 2016's recommended contribution of 18.56%. The County plans to continue to contribute 18.56% to reduce the amortization period for the unfunded liability.

The Board then discussed the \$9 million needed for April and May benefit payments. John McMullan motioned, James Hendrix seconded, and the Board approved \$9 million in payments funded from Advent Capital (\$3 million), Denver Investments (\$3 million), and JP Morgan (\$3 million).

The Board then listened to Larry Jacobs discuss fiduciary liability insurance quotes. Mr. Jacobs informed the Board that all Pension Board members would be covered under this plan. James Hendrix motioned, Cornelius Yarbrow seconded and the Board approved fiduciary liability insurance for \$10 million with a cost of \$55,000 a year.

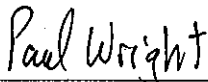
The Board then listened to Cody Chapman discuss 1st quarter 2016 performance. Southeastern performed poorly in 2015; however, as of February Southeastern is turning the corner, as it is up 3.2%. Montag & Caldwell was the best performing manager in 2015, outperforming the Russell 1000 index. Frontier performed well in February. The total fund made 0.06% in February. Christopher Nauseda of JP Morgan is retiring in July 2016.

The Board then listened to Todd Carabasi discuss the 2016 work plan overview along with discussing "Callan College."

The Board then listened to Weston Lewis discuss 2016 plan implantation and private equity.

The Board then listened to comments from the Public. Mr. David Holcomb said thank you and complimented it was a good meeting, very informative.

Because there was no further business, the Board adjourned the meeting.



Paul C. Wright
Clerk, The DeKalb County Pension Board