

MINUTES
BOARD OF COMMISSIONERS
PEACE OFFICERS' ANNUITY AND BENEFIT FUND
WEDNESDAY
February 1, 2017
1208 Greenbelt Drive
Griffin, Georgia
10:30 A.M.

Present:	Keith Glass, by teleconference
Roger Garrison, Chairman	Sherry Mowell
Homer Bryson	Robert W. Carter, Secretary/Treasurer
Kaye Carter	William Johnston, Attorney

The meeting was called to order by Chairman Roger Garrison. Robert Carter led the invocation.

The following items were considered by the Board:

Kaye Carter made a motion, seconded by Sherry Mowell, to amend the Agenda by reversing the order of financial reports, with James Fallon of Morgan Stanley/ Graystone presenting first, and Ray Vuicich of UBS presenting last. The vote was unanimous.

Sherry Mowell made a motion, seconded by Homer Bryson, to amend the Agenda by adding discussion under the Legal section regarding retiree Gilles Lalumiere. The vote was unanimous.

I. APPROVAL OF MINUTES OF PREVIOUS MEETING

The January 4, 2017 Board Meeting Minutes were reviewed. Sherry Mowell made a motion, seconded by Kaye Carter, to approve the Minutes of January 4, 2017. The vote was unanimous.

II. FINANCIAL REPORTS

Steward Sainvil and Joe Griffin of Buck Consultants presented the actuarial report for 2015. They presented the results of the Experian study and the 2016 preliminary evaluation results. (Reports are on file) Mr. Sainvil advised of a significant asset loss as of June 30, 2016 and the fund is currently not meeting the 7% assumption return. A significant number of retirees are delaying retirement until much later than 55 years of age. He inquired about the Board's plan for 2016. Mr. Carter advised that 6.5% is a conservative number to consider. The Board proposed looking at a 1.5% COLA for retirees in 2017 and possibly increasing dues to \$25.00.

Sherry Mowell made a motion, seconded by Homer Bryson, approving 6.5% and the MP 2016 table. The vote was unanimous.

James Fallon addressed the Board advising the Morgan Stanley/ Graystone presentation is exactly the same as the previous time it was offered. He reiterated the Morgan Stanley platform is proactive and will provide new opportunities to enhance the fund. Morgan Stanley offers the "Best in Class" managers and has the pricing power to negotiate basis points, lowering overall fees.

The Morgan Stanley proposal included a parallel of Money Managers. Several Board members questioned why the comparison was not an "apples to apples" scenario. There was extensive discussion and questions.

Ray Vuicich of UBS presented the quarterly report for the fund. After the report, he stated that the account is solid after 8 years with UBS. The account is diversified with good managers. He noted the comparison from Morgan Stanley reflects changes in the numbers but at the end of a year, his opinion was that the numbers are just rearranged and he could not see a guarantee the fund would be any better after the change.

After hearing presentations from Morgan Stanley and UBS, there was still no consensus of the Board to move forward with a change.

Sherry Mowell made a motion, seconded by Keith Glass, for Mr. Carter to look into the technicalities of splitting the fund between both consultants. The vote was unanimous.

III. RETIREMENTS FOR APPROVAL (See attached listing)

Sherry Mowell made a motion, seconded by Homer Bryson, to approve the list of requests for retirement. The motion carried.

Sherry Mowell made a motion, seconded by Kaye Carter, to approve the Disability Retirement for Harry Eugene Middleton. He retired from G.S.P. with 27 years, 2 months in the Fund and will draw \$600.80 per month. The vote was unanimous.

IV. REQUEST FOR LEAVE OF ABSENCE

Sherry Mowell made a motion, seconded by Keith Glass, to approve the following request for leave of absence. The vote was unanimous.

Michael W. Talbott, II; Dublin P.D., member since 3/19/2015, 1-9-17 service in Fund, resigned 1/6/17 to attend Trooper School.

V. LEGAL MATTERS

Attorney Bill Johnston advised of a suit filed by our monitoring firm, Saxena White, regarding DaVita. He said that we have the opportunity to be lead plaintiff in this case and presented a Certification & Authorization of Lead Plaintiff for the

Chairman to sign upon approval of the Board.

Keith Glass made a motion, and seconded by Homer Bryson, to move forward with the suit against DaVita. The vote was unanimous.

Mr. Johnston presented a situation with retiree, Jimmy Lomax, who was previously on a 6 On / 6 Off payment schedule. This is common with retirees who return to work for half the year and receive their P.O.A.B. pension for half the year. This retiree became ill and failed to notify the Fund office that he had stopped working permanently. Therefore, we owe Mr. Lomax \$7,159.16 for the time that he was fully retired. If approved, the total payment can be made on February 28th. We will not be paying the retiree interest.

Kaye Carter made a motion, and seconded by Homer Bryson, to approve a lump sum payment of \$7,159.16 to retiree Jimmy Lomax for payment that he was entitled to but did not receive from the Fund. The vote was unanimous.

Mr. Johnston presented a situation with retiree, Gilles Lalumiere, who returned to full-time law enforcement with the Spalding County Sheriff's Department on August 9, 2013, but failed to notify the Fund office. He continued to draw his full retirement benefit. Staff became aware of his status following the 2016 election with the return of several retired members to that department. Captain Lalumiere has been overpaid \$11,314.62. Mr. Johnston proposed a settlement agreement in which he would receive no payment from the Fund for 18 months. Another option would be to enter into an agreement to repay over a 3-year period.

Sherry Mowell made a motion, and seconded by Keith Glass, to approve entering into an agreement with Gilles Lalumiere to repay the fund for overpayment of \$11,314.62. The vote was unanimous.

Mr. Johnston presented a letter from the LaGrange Police Department stating that they were negligent and did not enroll 5 of their officers in the Fund at the time of their employment. They asked the Board to accept payment for taking the officers' enrollment dates back to their beginning dates of employment. Mr. Johnston's recommendation to the Board was to deny the request.

Sherry Mowell made a motion, and seconded by Homer Bryson, to DENY the request from LaGrange Police Department to grant waivers to employees whose time in the POAB does not coincide with their beginning dates at the Police Department. The vote was unanimous.

VI. OTHER ITEMS OF INTEREST

Robert Carter provided a membership report for the month of January.

VII. NEXT MEETING DATE AND LOCATION

The next meeting of the Board will be held on Wednesday, March 1, 2017, at the Fund office, 1208 Greenbelt Drive, Griffin, GA 30224 at 10:30 AM.

There being no further business to come before the Board, the meeting adjourned
at 12:55 P.M.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Robert Carter".

Robert Carter
Secretary/Treasurer