

City Of Cincinnati Retirement System Board of Trustees Meeting

Minutes

April 3, 2008 / 2PM
Committee Room B

The Chairperson confirmed a quorum and called the meeting to order: 2:02 PM

Present:

Marijane Klug, Chair
Jason Barron
Donald Beets
Michael Fehn
Gina Marsh
Brian Pickering
V. Daniel Radford
James Robinson
John Walsh

Staff present:

Keith Giles,
John Dietz
Cheryl Volk – Recorder

Absent

Dave Rager, Vice Chair
Michael Rachford

MARCH 6, 2008 BOARD MINUTES

Motion made by B. Pickering and seconded by M. Fehn to approve the minutes as submitted. Motion was carried by the Board.

BENEFITS COMMITTEE REPORT

M. Pickering provided the following report:

- Minutes: February 28, 2008
- Minutes: March 6, 2008
- Findings of Fact and Conclusions of Law
- Objection to the Findings of Fact and Conclusions of Law submitted by Ely Ryder, Attorney for Michael Perkins.

The Board accepted the Benefits Committee report as submitted. Mr. Ryder wanted to address the Board and was ruled out of order.

Board Action

J. Walsh made a motion to accept:

- The Benefits Committee report
- The Finding of Facts and Conclusion of Law
- The Objection to the Findings of Fact and Conclusions of Law

Jason Barron seconded the motion and the motion was carried by the Board.

SECRETARY'S REPORT

J. Walsh provided the following report submitted by Marquette Consultants. The Investment Managers are performing within their perspective benchmarks.

Current Asset Allocation	12/31/07 Actual	2/29/08 Actual	Target	Difference
Domestic Equity	52.9%	45.5%	43.5%	2.0%
International Equity	17.6%	18.8%	17.0%	1.8%
Fixed Income	28.1%	22.5%	17.0%	5.5%
Private Equity	0.7%	2.0%	5.0%	-3.0%
Real Estate	0.0%	5.6%	7.5%	1.9%
Infrastructure	0.0%	0.0%	5.0%	-5.0%
Long / Short Equity	0.0%	5.4%	5.0%	0.4%
Treasury Cash	0.7%	0.2%	0.0%	0.2%
	100.0%	100.0%	100.0%	

- Year to Date investments down by -6.0% (not including real estate and private equity)
- Fixed income is the most over-target

Board Action

D. Radford made a motion to accept the Secretary's report. Motion was seconded by M. Fehn and motion was carried by the Board.

INVESTMENT COMMITTEE

MINUTES – FEBRUARY 7, 2008

SMALL-CAP VALUE EQUITY MANAGER SEARCH

- The Investment Committee reviewed performance data as of 12/31/07 for the Small Cap Managers considered for the Manager search. The committee selected the following three candidates: Opus, Tocqueville, and WCM. \$50 million asset allocation has been targeted for active management.

MID-CAP GROWTH MANAGER SEARCH

- The Marquette Consultants will provide an analysis report at the June Investment Committee for a Mid-Cap Growth Manager search.

Board Action

M. Fehn made a motion to accept the Investment Committee report. Motion was seconded by B. Pickering and motion was carried by the Board.

CRS ACTIVITY

1. Application for Ordinary Retirement:	Total: 7
2. Application for Deferred Retirement:	Total: 1 (Feb)
3. Resolution for Enrollment of New Members:	Total: 31
4. Resolution for Return of Contribution & Death Benefit:	Total: \$150,441.02
5. Resolution for Loans to Members: 10 members:	Total: \$123,540.50
6. Operating Expenses:	Total: \$70,077.87
7. Resolution of Military Service Credit Prior to Membership:	0

Question was raised concerning a duplicate name entry on the New Enrollment report. Clarification: employee had multiple enrollment dates and termination dates.

GOVERNANCE COMMITTEE

Board members were requested to review the Governance Manual prior to the May 1, 2008 meeting of the Board of Trustees. The manual will be placed on the agenda for May 1, 2008 Board meeting.

TASK FORCE REPORT

M. Klug, Task Force member, provided an overview of the purpose and progress of the Task Force:

November 15, 2007 City Council meeting that established a task force to make recommendations to City Council to insure the long-term solvency of the Cincinnati Retirement System (CRS). The Task Force is to examine the actuarial assumptions underlying projections of the financial condition of the CRS, the impact of current and future retiree health care benefits on the CRS, and the impact of any changes in health care benefits on the solvency of the CRS.

March 11, 2008 meeting, the Task Force discussed the options for retaining an 'independent' actuary, as stated in the Motion. Buck Consultants were chosen for the independent pension and post-retirement health actuarial review.

Board Recommendation:

- Task Force minutes be provided to Board members.

PENDING ISSUES: PURCHASE CARDS

J. Walsh reported on the recommendation that Board members receive Purchase Cards issued by the city. Some of the mechanics and administrative processes must be addressed to ensure the appropriate CRS account is targeted. J. Walsh to follow-up.

J. Walsh made a motion to adjourn the Board Meeting, seconded by D. Radford. Motion was carried by the Board and the meeting was adjourned: 2:20 PM