

THE CITY OF DALTON
EMPLOYEES PENSION PLAN – BOARD OF TRUSTEES
REGULAR MEETING
MAY 26, 2015

The regular meeting of the Board of Trustees of the City of Dalton Employees' Pension Plan was held this afternoon at 3:00 p.m. in the Council Chambers of City Hall. Present for the meeting were Chairman Gary Hill, Trustees Bruce Satterfield, John Helton, Norman Barashick, Tom Pendley, Mayor Dennis Mock and Alderman George Sadosuk.

Others present were Hilda Thompson and Wallace Wilson of Southeastern Advisory Service Inc., Human Resources Director Greg Batts, and Human Resources Manager for Dalton Utilities Shipley Hill, Chief Financial Officer Cindy Jackson, and Chuck Carr from Southern Actuarial Services.

AMENDED AGENDA

On the motion of Trustee Satterfield, second Trustee Norman Barashick, the Board amended the agenda to add Southern Actuarial Service invoice to agenda.

MINUTES

The Trustees were presented written copies of the minutes of the meeting of March 24, 2015. On the motion of Trustee Satterfield, second Trustee John Helton, the minutes were approved. The vote was unanimous in favor.

PLAN ATTORNEY UPDATE

There was no Plan Attorney update.

SEAS

Hilda Thompson from SEAS reviewed the City of Dalton Employee's Pension Plan Investment Performance Analysis for the first quarter ending March 2015.

Thompson stated that the Plan had a strong return for fixed income for the 1st quarter. Thompson stated the Plan started the year with 83.2 million and ended the quarter with 84.9, Thompson stated that is a nice return for the 3 month period. Thompson further stated the total return for the quarter was 1.6%. Thompson stated that MetLife continues to do as expected.

BOOK VALUE ANALYSIS

Thompson reported that at the end of April 2015, the Plan was at 50.8% on a book value basis with the maximum allowed by the State at 55% in equities, which is well below the compliance ratio. Thompson stated SEAS has no further recommendation at this time.

On the motion of Trustee Tom Pendley, second Trustee Satterfield, approved the reports. The vote was unanimous in favor.

FINANCIAL UPDATE

Chief Financial Officer Cindy Jackson presented the financial reports. On the motion of Trustee Satterfield, second Trustee Barashick, the Financial Report was approved. The vote was unanimous in favor.

2015 Actuarial Valuation Report

Chuck Carr from Southern Actuarial Services presented the City of Dalton Employee Retirement Plan 2015 Actuarial Valuation Results. Carr gave a detailed account of the report stating that he did not change any assumptions between last year and this year. Carr further stated that the overall return that he calculated for 2014 was 8.71 which beat the 7% assumption. Carr outlined that the minimum required contribution for 2016 is 6.65 million which is based on the January 1, 2015 Valuation. Carr reported that should the Plan continue to see gains instead of losses by holding the assumption at 7%, the employer contribution rate should go down as a percentage of payroll and this should be the pattern going forward. Carr summarized that ultimately the increased contributions today should make the Plan cheaper for the employer and tax payers down the road. Numerous questions were posed by several board members regarding the report. A copy of the complete report is a part of these minutes. On the motion of Trustee Helton, second Trustee Pendley, the Board accepted the report. The vote was unanimous in favor.

Committee Report

Chairman Gary Hill updated the Board and stated that the Committee formed to review the possible implementation of a retiree being placed on the Board had a meeting. Hill reiterated that the Committee consist of Trustee Satterfield, Barashick and Chairman Hill. Hill additionally stated that retiree James Chadwick was also attended the meeting. Hill reported that they Committee will meet again to iron out several things before anything is presented to the Mayor and Council.

RETIREES

Tobie L. Burke - Dalton Utilities

(1) On the motion of Trustee Barashick, second Alderman Sadosuk, the Board ratified payment to Tobie L. Burke of the Dalton Utilities. Copies of the application for retirement, retirement benefit calculations and Authorization to Commence Retirement Payment forms are a part of these minutes. The Board noted there is a qualifying spouse. The vote was unanimous in favor.

*Early Retirement

Gary Baggett - Fire Department

(1) On the motion of Trustee Satterfield, second Trustee Helton, the Board ratified payment to Gary Baggett of the Dalton Utilities. Copies of the application for retirement, retirement benefit calculations and Authorization to Commence Retirement Payment forms are a part of these minutes. The Board noted there is a qualifying spouse. The vote was unanimous in favor. *Early Retirement

Randy Sloan - Public Works

(1) On the motion of Trustee Barashick, second Trustee Satterfield, the Board ratified payment to Randy Sloan of the Public Works. Copies of the application for retirement, retirement benefit calculations and Authorization to Commence Retirement Payment forms are a part of these minutes. The Board noted there is no qualifying spouse. The vote was unanimous in favor.

*Early Retirement

RETIREES

Mike Dyer - Police Department

(1) On the motion of Trustee Helton, second Trustee Satterfield, the Board ratified payment to Mike Dyer of Police Department. Copies of the application for retirement, retirement benefit calculations and Authorization to Commence Retirement Payment forms are a part of these minutes. The Board noted there is a qualifying spouse. The vote was unanimous in favor.
*Normal Retirement

Garnell Talley - Landfill

(1) On the motion of Trustee Barashick, second Trustee Satterfield, the Board ratified payment to Garnell Talley of the Landfill. Copies of the application for retirement, retirement benefit calculations and Authorization to Commence Retirement Payment forms are a part of these minutes. The Board noted there is a qualifying spouse. The vote was unanimous in favor.
*Normal Retirement

Larry N. Smith - Solid Waste Authority

(1) On the motion of Trustee Barashick, second Trustee Satterfield, the Board ratified payment to Larry N. Smith - Solid Waste Authority. Copies of the application for retirement, retirement benefit calculations and Authorization to Commence Retirement Payment forms are a part of these minutes. The Board noted there is no qualifying spouse. The vote was unanimous in favor.
*Normal Retirement

INVOICES

The Board of Trustees reviewed the following invoices:

North Georgia Newspaper Group dated 03/31/2015, in the amount of \$10.00 for advertisement fees for the March 24, 2015 Pension Meeting.

Southeastern Advisory Services, Inc., statement number 155, dated 04/02/2015, in the amount of \$3,870.00 regarding Investment Consulting Services for April 2015 and May 2015.

Minor, Bell & Neal's, statement number 151071, dated 05/12/15, in the amount of \$640.00 regarding Pension Matters.

Southern Actuarial Services, statement #710-0315, in the amount of \$15,000.00 regarding the 2015 Actuarial Valuation.

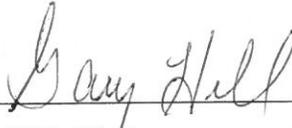
On the motion of Trustee Satterfield, second Trustee Barashick, the Board approved the invoices for payment. The vote was unanimous in favor.

REPORTS

Market Indices Performance - March 31, 2015
Market Indices Performance - April 30, 2015
Book Value Analysis - December 31, 2014 - April 30, 2015
Financial Reports - March 31 2015 & April 30, 2015

ADJOURNMENT

Chairman Hill thanked everyone for coming. There being no further business to come before the trustees, the meeting was adjourned at 3:50 p.m.



Gary Hill, Chairman

ATTEST:



Norman Barashick, Secretary

RECORDED

APPROVED