



CITY OF GERMANTOWN TENNESSEE

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Other Post Employee Benefits Commission Minutes

June 5, 2018 – 6:00 pm.

Human Resources Conference Room
City Hall, 1930 S. Germantown Road

MEMBERS PRESENT: Ralph Gabb, Alderman Rocky Janda, Matt Keathley, Patrick Lawton, Gena Wolbrecht

MEMBERS ABSENT: Mayor Mike Palazzolo

ALSO PRESENT: Bart Reid—Gerber/Taylor Representative

CALL TO ORDER

Chairman Keathley called the meeting to order.

ESTABLISHMENT OF A QUORUM

Chairman Keathley reminded everyone that the same commission members were present and a quorum was thereby formed.

APPROVAL OF MINUTES

****MOTION****

Alderman Janda made a motion to approve the minutes from the February 27th, 2018 OPEB meeting. Chairman Keathley seconded and the motion passed unanimously.

CHAIRMAN COMMENTS

None.

CITY PROJECTED CASH NEEDS (6 Months):

As for OPEB cash flow needs, Mr. Gabb reported the following:

Cash on Hand as of 5/1/18		\$ 292,136
Plus: Monthly Employee Contributions	110,098 x 2 months	220,196
Less: Payments/Outflows	91,183 x 2 months	(182,366)
City Contribution		(741,248)
Total Cash on Hand as of 6/30/18		\$ 851,018

For the period of July, 2018 through September, 2018:

Cash on Hand as of 6/30/18		\$ 851,018
Plus: Monthly Employee Contributions	18,915 x 3 months	56,745
Less: Payments/Outflows	110,098 x 3 months	<u>(330,294)</u>
Cash Available through September, 2018		\$ 577,469

Mr. Gabb recommended that \$300,000 be invested as the total cash available (\$577,469) will drop to \$303,000 by the time we reallocate in December. Also, if the market is on the rise, this will give us an opportunity to capture the uptake of the market and thus give us a healthy fund balance.

Mr. Reid advised that a yearend withdrawal notice has been put in with Drake for \$330,000 as they are 6% over allocated, maintaining an on-target allocation to the Alternatives/Hedge Strategies bucket. The total return for this portfolio is actually positive (up 4.2%) in a negative quarter.

Chairman Keathley recommended reinvesting \$300,000 cash back to the portfolio. Alderman Janda seconded and the motion passed unanimously.

OTHER BUSINESS

No other business.

ADJOURNMENT

Having discussed all items on the agenda, the meeting was adjourned.