

**SPRINGETTSBURY TOWNSHIP
POLICE PENSION BOARD**

**MAY 26, 2016
APPROVED**

The Springettsbury Township Board of Supervisors held a meeting of the Police Pension Board on Thursday, May 26, 2016 at 6:00 p.m. at the offices of Springettsbury Township located at 1501 Mt. Zion Road, York, PA.

MEMBERS IN

ATTENDANCE: George Dvoryak, Vice Chairman
Kathleen Phan, Secretary
Bill Schenck
Blanda Nace

MEMBERS NOT

PRESENT: Mark Swomley, Chairman

ALSO IN

ATTENDANCE: Renee Laychur, FNB Wealth Management
Karen Kenderdine, FNB Wealth Management
Jean Abreght, Stenographer

1. CALL TO ORDER

DVORYAK Vice Chairman George Dvoryak called the Police Pension Board meeting to order. Chairman Swomley indicated he would not be participating in the Police Pension Board meeting due to other township matters.

2. ACTION ON MINUTES

A. Police Pension Board Minutes – February 25, 2016

MS. PHAN MOVED FOR APPROVAL OF THE FEBRUARY 25TH MINUTES. MR. SCHENCK WAS SECOND. MOTION UNANIMOUSLY CARRIED.

3. PUBLIC COMMENT

There was no Public Comment

4. CORRESPONDENCE AND OTHER COMMUNICATIONS

A. Police Pension Reports:

- (1) Acknowledge Receipt of Payroll Pension Contribution Reconciliation Report for Police Pension Fund (1st Quarter)

- (2) Acknowledge Receipt of FNB Management Report for February 2016
- (3) Acknowledge Receipt of FNB Management Report for March 2016
- (4) Acknowledge Receipt of FNB Management Report for April 2016
- (5) Acknowledge Receipt of Postretirement Benefits Plan GASB 45 Actuarial Valuation as of January 1, 2015 from Conrad Siegel Actuaries.

MR. SCHENCK MOVED TO ACKNOWLEDGE RECEIPT OF THE POLICE PENSION REPORTS, ITEMS A 1 THROUGH 5 ON THE AGENDA. MS. PHAN WAS SECOND. MOTION UNANIMOUSLY CARRIED.

5. REPORTS FROM FINANCIAL ADVISORS

KENDERDINE Ms. Kenderdine reported that Joe Paese is no longer with FNB.

LAYCHUR Renee Laychur stated she had picked up some of Mr. Paese's responsibilities as have some of her other coworkers. It is hoped to have someone in place by the end of June.

KENDERDINE Ms. Kenderdine provided the Net Asset Summary. Market Value as of January 1, 2016 was \$13,449,625.41. Contributions were \$815,728.99. Distributions were \$214,706.94. Total Income was \$57,690.63; Realized Gain was actually a loss of \$119,747.14. Accrued Income was negative \$4,766.15 and Market Appreciation/Unrealized Gain is \$93,477.69. Ending Market Value as of March 31, 2016 was \$14,077,302.49.

LAYCHUR Ms. Laychur reviewed the entire portfolio provided to the board members. A few highlights are noted:
First Quarter GDP earnings were disappointing. Job creation very good and at reasonably good pace. Slight pickup in manufacturing; ISM numbers good sign.
First Quarter Highlights ended up a good month in March; Emerging Markets best performer.
Fixed Income Returns – U.S. Rates fell with U.S. 10-year Treasury yield down from 2.27% to 1.83%/

Equity Returns – Individual Stocks at 1.66% verses benchmark of 1.35%
Sector/Index Returns – Healthcare best performer; EAFE down slightly; best performers are Emerging Markets and mid-caps.
Portfolio Asset Allocation – Status is good with distribution of cash, bonds and stocks.

Investment Results – Account up 3.78% with 7.24% in Equities; Fixed Income up 1%.

Mutual Fund Returns – Fund up about 8% first quarter. Vanguard High Dividend Yield best performer. Oppenheimer, T. Rowe Emergency Market Funds up 3% and 5.4%.

SCHENCK

Mr. Schenck commented that he and Ms. Phan had received the Audit presentation at YAUFRR for 2015. This is the first year the pension liabilities are documented in the general statements. The Police Pension portfolio is fairly well positioned based on the way the market have been performing. However, the way currently it is presented is somewhat sobering. As the board reviews Investment Strategies during the presentation it may be good to have a review of what it means. This will be a first-year comparison with last year, and the net position may look horrible.

6. OLD BUSINESS

There was no Old Business for action.

7. NEW BUSINESS

There was no New Business for discussion.

8. COMMITTEE MOTIONS

There were no Committee Motions for action.

9. ADJOURNMENT

DVORYAK Vice Chairman George Dvoryak adjourned the meeting at 6:25 p.m.

Respectfully submitted,

Kathleen Phan
Secretary

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