

A regular meeting of the **OPEB Committee** convened at 9:35 a.m. on May 15, 2014 in the Administration Conference Room at Town Hall, 500 Poplar View Parkway.

The following members were present: Dick Gardiner, Stan Joyner, Jane Bevill and Jay Jeffries.

Staff present was James Lewellen, Pension Attorney Frank Carney and Lynn Carmack. Also present was Susan Fletcher and Alan Ferguson of First Tennessee Bank.

REVIEW OF THE QUARTERLY INVESTMENT PERFORMANCE OF THE OPEB TRUST FUND BY FINANCIAL ADVISORS - FIRST TENNESSEE BANK (Alan Ferguson and Susan Fletcher)

Mr. Ferguson stated that the OPEB total fund was up 2.38 for the third quarter and up 13.03 FYTD.

Mr. Ferguson pointed out that they typically have taken the contribution to the OPEB Plan in June and dollar cost average it in over the first 3 months and then it is running at a target of 65.

The same investments are run in this fund with a little more stock exposure than bond exposure.

Mr. Ferguson asked Ms. Bevill when the next contribution will be.

Ms. Bevill said there will be one in June.

Mr. Ferguson stated that they will dollar cost average it in and by the end of September the fund will be at target.

Mr. Joyner asked if the Plan stipulates an acceptable deviation from the target.

Mr. Carney stated that the Investment Policy Statement has a range; the range is the same, the targets are different.

Mr. Joyner stated he was referring to the range.

Mr. Ferguson said it may be a little bit over, but they will take it back within range.

Mr. Carney advised that the Pension Committee amended that target in the OPEB Plan (but not in the Pension Plan).

Mr. Ferguson said that they will take it back to target.

Mr. Joyner recommended pushing this one more quarter to get the correction, if we are within an acceptable range based on what the market is doing.

Mr. Joyner added that he would love for the Town of Collierville to be in a position to only have to contribute a very small percentage to the OPEB Fund.

Ms. Bevill stated that a lot depends on the future payments (there was about \$250,000 claims for retirees this year).

Mr. Ferguson advised that he will review the policy and he may need to tweak it a bit to allow for the correction.

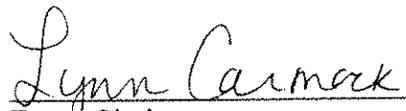
OTHER BUSINESS

None

ADJOURNMENT

There being no further business, the meeting was declared adjourned at 9:45 a.m.


Chairman


Town Clerk