



Town of Collierville

500 Poplar View Parkway · Collierville, TN 38017 · 901-457-2200
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OPEB COMMITTEE MEETING – November 20, 2014

Notice is hereby given that the Collierville OPEB Committee will meet on Thursday, November 20, 2014, at 9:00 a.m. for a regular meeting in the Administration Conference Room at Town Hall. At that time, consideration will be given to the following:

The agenda is subject to change until formal approval by the Board

1. **Call to Order**
2. **Roll Call**
3. **Approval of Minutes: February 13, 2014 (Regular Meeting)
August 21, 2014 (Regular Meeting)**
4. **Review of the Quarterly Investment Performance of the Collierville Defined Benefit Pension Plan by Financial Advisors - First Tennessee Bank (Alan Ferguson and Susan Fletcher)**
5. **Review of Actuarial Report as of July 1, 2014 – Richard Ellis, Ellis & Ward Consulting Group Inc.**
6. **Adjournment**

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A regular meeting of the **OPEB Committee** convened at 9:45 a.m. on November 20, 2014, in the Administration Conference Room at Town Hall, 500 Poplar View Parkway.

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

Staff present was James Lewellen, Josh Suddath, Pension Attorney Frank Carney and Lynn Carmack. Also present was Alan Ferguson and Susan Fletcher of First Tennessee Bank and Richard Ellis of Ellis & Ward Consulting Group Inc.

APPROVAL OF MINUTES

Motion by Ms. Bevill, seconded by Mr. Gardiner, to approve the minutes of the February 13, 2014 regular meeting.

ROLL CALL: Barnwell – yes, Bevill – yes, Gardiner – yes, Jeffries – yes, Joyner – yes.
Motion approved.

Motion by Mr. Gardiner, seconded by Mayor Joyner, to approve the minutes of the August 21, 2014 regular meeting.

ROLL CALL: Barnwell – yes, Bevill – abstain, Gardiner – yes, Jeffries – yes, Joyner – yes. Motion approved.

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

Mr. Ferguson explained that the first quarter was negative; the OPEB Plan is run a bit more aggressively than the Pension Fund (65% stocks) so it is down a little more than the Pension Plan. There was good recovery in October; year to date was up to 0.41.

The same comments would apply in terms of investments on the watch list.

Mr. Ferguson said that Pension Plan was up to .6 (year to date through October) and the OPEB Plan is up to .4 (the OPEB Plan had a little more down side by volatility).

REVIEW OF ACTUARIAL REPORT AS OF JULY 1, 2014 – ELLIS & WARD CONSULTING GROUP INC. (Richard Ellis)

Mr. Ellis advised that the contribution requirement has gone down from almost \$895,000 for fiscal year ending June 30, 2014 to \$501,000.

Mr. Ellis stated that credit should be given to First Tennessee because the returns for the last 2 years have been excellent; the Plan is valued every 2 years. A second reason is because medical care inflation rates have come down a bit and are not going up as fast and high as they

were two years ago. A third thing is increased premiums retirees pay. When you add all three of those factors together, it results in this Plan not costing nearly as much over the next couple of years as it did the past 2 years.

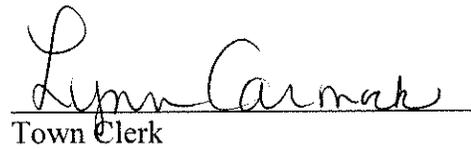
Assets in the Plan at the end of the fiscal year were \$9.6 million; unfunded liability is \$1.1 million; last year it was \$5.4 million.

Mr. Ellis stated this is good news and these are the numbers for the next couple of years.

ADJOURNMENT

There being no further business, the meeting was declared adjourned at 10:00 a.m.


Chairman


Town Clerk