

**Fulton County Schools Employees' Pension Fund  
Pension Board  
Minutes  
March 13, 2019**

The Fulton County Schools Employees' Pension Fund Pension Board ("Pension Board") met in regular monthly meeting on March 13, 2019 at 2:03pm at North Learning Center, 450 Northridge Parkway, Sandy Springs, GA 30350.

Pension Board members present were: Mr. Robert Morales, Dr. Cynthia Loe, Mr. Robert (Sam) Ham, Mr. Ronnie Wade, Mr. Stuart Berry, Mr. Ferman Estrada, Mr. John Anderson, and Dr. Natalie Lambright.

Absent Pension Board members: None

Dr. Cynthia Loe, *Interim* Superintendent served as Chair (non-voting) of the meeting. Mr. Robert Morales, Chief Financial Officer served as secretary of the meeting.

Present ex officio: Ms. Greta Tinaglia, Executive Director of Accounting and Retirement Services.

Also present were: Ms. Kathy Solley & Ms. Cheryl Shaw, Nelson Mullins Riley & Scarborough, LLP; Ms. Ersula May, Retirement Services Coordinator; Mr. Anthony Hudson, Videographer; Mr. Jevon Thompson, Tech Support Contractor.

**Call to Order**

The Chair called the meeting to order and, at his request, Mr. Stuart Berry led the Pledge of Allegiance.

**Action Items**

**a. Approval of Agenda**

The Chair noted that a copy of the Agenda had been provided to Pension Board members in advance of the meeting and was posted on the website.

*A motion to approve the Pension Board Agenda for the March 13, 2019 meeting was made by, Mr. John Anderson seconded by Mr. Natalie Lambright, and unanimously approved.*

**b. Approval of minutes of February 20, 2019 meeting**

The Chair noted that the Pension Board members had been provided with a copy of the minutes of the February 20, 2019 meeting in advance of this meeting. He also noted that when minutes are approved, they will be available for public review on the Retirement Services website.

*A motion to approve the February 20, 2019 minutes was made by Mr. Ferman Estrada, seconded by Mr. Natalie Lambright, and unanimously approved.*

### **c. 2020 Pension Budget**

At the request of the Chair, Ms. Greta Tinaglia, Executive Director Accounting and Retirement Services presented the draft 2020 Budget to the Pension Board. Highlights of our FY 2020 Budget include \$56 million in revenue, \$37.5 in expenditures and assuming a 7% rate of return on plan assets, which is our actuarial rate of return, and projected assets of \$453.5 million by the end of the fiscal year. The Budget was presented to the Superintendent's Cabinet in March 2019 and will be presented to the Board of Education for adoption and approval in May 2019 following the Pension Board's approval. Ms. Tinaglia also highlighted goals, projects and accomplishments for FY19 and FY20. Ms. May presented Retirement Services staff recognitions.

*The motion was made by Mr. Robert (Sam) Ham and seconded by Dr. Natalie Lambright to approve the revised 2020 Pension Budget and the motion was unanimously approved.*

### **Reports**

#### **a. Pension**

At the request of the Chair, Ms. Ersula May, Retirement Services Coordinator, presented the monthly pension payroll report for February 28, 2019.

#### **b. Investment Performance**

At the request of the Chair, Ms. Greta Tinaglia, Executive Director of Accounting and Retirement Services reported the plan's investment performance for the period ending January 2019 with year to date portfolio return of 5.96%, compared to the index of 5.82%. Asset Allocation Study results and recommendations will be presented by SEI at the next Pension Board Meeting.

#### **c. Pension Payroll Data Breach Update**

At the request of the Chair, Ms. Ersula May, Retirement Coordinator reported the Pension Payroll Data Breach analysis summary to the Pension Board. FCS contracts with SEI Private Trust to produce monthly benefit payments to retirees of the plan. SEI experienced a technical issue which inadvertently allowed certain clients, including FCS, access to other client's payroll data excluding banking details. The breach was repaired and corrective action was taken by SEI to mitigate future risks. As part of standard security protocol, written incident notifications were distributed to FCS pensioners offering complimentary one-year credit monitoring service memberships. Both Retirement Services and SEI Benefit Teams will be available to provide on-going customer service support to pensioners regarding this incident.

*A motion to approve to amend the Pension Board Agenda to include a legislative update for the March 13, 2019 meeting was made by, Mr. Robert (Sam) Ham seconded by Mr. Natalie Lambright, and unanimously approved.*

#### **d. Legislative Update**

At the request of the Chair, Ms. Kathy Solley, legal counsel from Nelson Mullins, provided the Pension Board with an update on four bills pending in the Georgia Legislature for 2019.

House Bill (HB)196 requires Public Retirement System Trustees to complete certain hours of continuing education applicable to his or her fiduciary duties and obligations under the public retirement system. Senate Bill (SB) 175 relates to retirement allowances, disability benefits and spouses' benefits requiring certain public employers to make employer and employee contributions to the Teacher's Retirement System of Georgia for re-employed beneficiaries. SB 117 would prohibit any law, rule, regulation or ordinance that does not require an individual to pay to the full actuarial cost when purchasing creditable service. HB109 modifies the TRS benefits for individuals who becomes members on or after July 1, 2019. It is not clear which bills will pass.

### **Executive Session**

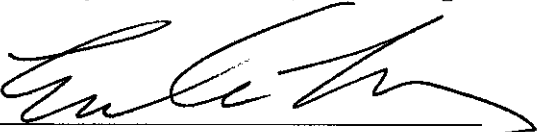
*A motion to adjourn to Executive Session to discuss investment securities and portfolios, personnel and other matters as permitted by law and to return to public session at the conclusion of the Executive Session was made by Mr. Ferman Estrada, seconded by Dr. Natalie Lambright and unanimously approved.*

The Pension Board adjourned to Executive Session at 2:49pm and returned to public session at 2:59pm.

*No actions were taken in the Executive Session that would require approval by the Board.*

### **Adjournment**

*With no further business, the meeting was adjourned at 2:59pm.*

  
Ersula May for ~~Robert Morales~~, Pension Board Secretary

Exhibits to Minutes:  
2020 Pension Budget Presentation

Next scheduled meeting: April 10, 2019 | North Learning Center School, 450 Northridge Parkway, Sandy Springs, GA 30350