

THIRD QUARTERLY MEETING
PLEASANT RIDGE MANOR EMPLOYEES' RETIREMENT COMMITTEE
Aug 17, 2017

Members present: Fiore Leone
 Dr. Kyle Foust
 James Sparber
 Mary Schaaf

Also present: Gary Gustovich, Dimensional
 Tony Keim, PNC Bank
 Melissa Grucza, PNC Bank
 Andrew Dylwsia, PNC Bank
 Greg Ferrick, PRM
 Cindy Mazka, Northwest Savings

Chairman Leone called the Erie County Employees' Retirement Board to order at 12:29 PM in Room 114A, Erie County Courthouse.

Roll call showed the following member absent, Andre Horton.

Chairman Leone called for the hearing of the public. No one spoke.

Chairman Leone called to table the Special Meeting Minutes on June 28, 2017 in order to review the minutes

Chairman Leone turned the floor over to Frank Burnette from Morrison Fiduciary; Mr. Burnette stated that the returns for the Pleasant Ridge Fund were 6.15% as of June 30th 2017, and 8.5 % YTD. The fund is invested 66% in equities and 34% in fixed income.,

Mr. Burnette stated that the IRS has sent a questioner for their determination letter. The determination letter will determine if the Pleasant Ridge Retirement Plan will be consider a Governmental Plan.

Mr. Burnette explains that the Solicitor has approved the changes to the Investment Policy Statement. Mr. Burnette stated that a formatting change was made. The changes to the Investment Policy Statement states that dual contracts are no longer allowed and a Conflict of Interest Policy has been added. He recommened that the Committee approve it. All members of the Committee and must fill out Conflict of Interest Disclosure forms.

Ms. Schaaf advises the members that copies of the Conflict of Interest forms are in the member's packets. She stated that this does not eliminate the required verbal disclosure at a public meeting. The following members then submitted their Disclosure forms, Chairman Leone, Dr. Foust, Mary Schaaf, and James Sparber.

Chairman Leone states he is willing to hear a motion to amend the Investment Policy Statement.

Dr.Foust calls for a motion to amend, Ms Schaaf seconds, and Chairman Leone calls for roll call vote;

Mr. Sparber- Yes

Dr.Foust- Yes

Chairman Leone- Yes

Ms.Schaaf- Yes


Chainman Leone asks Mr. Burnette about new DOL regulations and the effect they will have on the plan as it pertains to Morrison Fiduciary. Mr. Burnette states that Morrison Fiduciary as Consultant to the Committee has always had a program where we provide advice as a fiduciary and act in the client's best interest. We not have any vendor relationships or investment products. Mr. Burnette states that the Morrison Fiduciary SEC required disclosure is located in the member's packets. Mr. Burnette states that the 457 plans may be affected by the new regulations; Mr. Burnette asked who is overseeing these plans. Mr. Sparber stated that he is the legal trustee of the 457 plans, and stated that he doesn't think they are the greatest plans but there also is nothing wrong with them. Mr. Sparber suggested that members of these plans could use some advisement on these investments. Mr. Burnette states that this not a pension board issue and will speak with Mr. Sparber at a later time.

Mr. Burnette turned the floor over to Gary Gustovich from Dimensional; Mr. Gustovich states that the fund is diversified into three portfolios, The Small Cap Growth Fund, U. S. Large Company Portfolio and the International Core Portfolio. In the one year period, the Small Cap is up 21.5%, U.S. Large Cap 17.9%, International 22.7%.

Chairman Leone opens the floor for questions, there were none.

Chairman Leone calls for adjournment

Adjournment at 12:28 P.M



Mary E. Schaaf, Secretary
Erie County Employees' Retirement Board
Pleasant Ridge Manor Employees' Retirement Committee

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