

**THE EL PASO CITY EMPLOYEES' PENSION FUND
BOARD MINUTES FOR THE REGULAR MEETING
HELD WEDNESDAY, AUGUST 17, 2016 AT 8:30 A.M.
CITY HALL, CITY COUNCIL CHAMBERS, 300 N. CAMPBELL**

Members in Attendance:

Rene Peña, Chairman
Karl C. Rimkus, Vice Chairman
Presi Ortega
Mario R. Hernandez
Rebecca L. Torres
Peter Svarzbein, City Representative

Members Absent:

Pat Aauto
Christina Stokes

Others in Attendance:

Eduardo Miranda, Attorney
Robert Ash, Pension Administrator
Patricia Hickman, Deputy Pension Administrator
David Garcia, Payroll/Accounts Payable Specialist
Karina Chavez, Retiree Coordinator/ Data Entry Clerk
Charles Lino, Comptroller's Office
Bill Howard, Callan Associates
Richard Campos, City's DoIT Enterprise Applications Administrator
Norberto Pelayo, City's DoIT
Jeff St. Denis, Vulcan Value Partners
John Collier, Vulcan Value Partners

Rene Peña, Board Chairman, reconvened the El Paso City Employees' Pension Fund Board Meeting for July 20, 2016.

Peña entertained a motion to close the meeting.

Motion made by Karl C. Rimkus to close the El Paso City Employees' Pension Fund Board Meeting for July 20, 2016; seconded by Mario R. Hernandez. Motion carried.

- Item 1. Rene Peña, Chairman, called the El Paso City Employees' Pension Fund Board Meeting for August 17, 2016, to order at 8:45 A.M.

NOTICE TO THE PUBLIC

All matters listed under the CONSENT AGENDA will be considered by the Pension Board to be routine and will be enacted by one motion in the form listed below. There will be no separate discussion of these items unless members of the Pension Board or persons in the audience request specific items be removed from the CONSENT AGENDA to the REGULAR AGENDA for discussion prior to the time the Pension Board votes on the motion to adopt the CONSENT AGENDA.

CONSENT AGENDA

- Item 2. Approve the Minutes of the Regular Board Meeting of July 20, 2016.

- Item 3. Consideration and action of the following retirements:

	<u>NAME</u>	<u>DEPARTMENT</u>	<u>SERVICE TIME (EST)</u>	
A. Age & Service Retirement:				
1.	Bustillos, Blas Daniel	Env Svcs	12 years, 01 months	*
2.	Del Castillo, Luis Salvador	Sun Metro	25 years, 04 months	*
3.	Esparza Jimenez, Luis Alfonso	Mass Transit	07 years, 08 months	*
4.	Flores, Maria S.	Purchasing & Strategic Sourcing	33 years, 04 months	*
5.	Franco, Arturo	Env Svcs	09 years, 04 months	
6.	Gonzales, Robert J.	Mass Transit	14 years, 10 months	*
7.	Greggerson, Jr., Vernon L.	Env Svcs	07 years, 00 months	
8.	Jenkins, Dolores M.	City Clerk	13 years, 10 months	*
9.	Luna, Martha	Mass Transit	26 years, 00 months	*
10.	Martinez, Guadalupe	Health	28 years, 06 months	
11.	Melendez, Maria Antonia	Financial Services	15 years, 09 months	*
12.	Melendez-Forbes, Nancy	Financial Services	12 years, 08 months	
13.	Rangel, Samuel	Mass Transit	15 years, 03 months	*
14.	Terrazas, Sergio Manuel	Parks & Recreation	12 years, 08 months	*
15.	Wright, Carolyn	Airport	15 years, 06 months	*
B. Early:				
1.	Pedroza, Lourdes G.	Bridges	08 years, 03 months	

* The 3-year average was used to calculate the final pension benefit.

** The 12-month average was used to calculate the final pension benefit.

- Item 4. Consideration and action on survivor benefit applications for:
- A. Carter, Janet K. survivor of Mann H. Carter, retiree.
 - B. Chavez, Maria survivor of Eustacio Chavez, retiree.
 - C. Rivera, Rosa Maria survivor of Jaime Pedro Rivera, retiree.

- Item 5. Consideration and action on invoices as follows:

	<u>COMPANY</u>	<u>DESCRIPTION OF SERVICE</u>	<u>PERIOD</u>	<u>FEE DUE</u>	
A.	Allianz Global Investors	Investment Fees	Qtr. Ended 06/30/16	\$405,207.66	**
B.	AQR Emerging Equities LP	Investment Fees	July 31, 2016	\$9,718.00	**
C.	AQR Style Premia Fund LP	Investment Fees	July 31, 2016	\$18,923.00	**
D.	Denver Investments	Investment Fees	June 30, 2016	\$5,728.00	**
E.	Denver Investments	Investment Fees	July 31, 2016	\$8,705.00	**
F.	Eduardo Miranda	Legal	July 31, 2016	\$725.00	
G.	Janus Capital Group	Investment Fees	Qtr. Ended 06/30/16	\$53,891.98	
H.	Lazard Asset Management	Investment Fees	Qtr. Ended 06/30/16	\$56,507.08	**
I.	Principal Global	Investment Fees	July 31, 2016	\$5,356.68	**
J.	Riverbridge Partners LLC	Investment Fees	Qtr. Ended 06/30/16	\$58,440.04	
K.	Salient Capital Advisors LLC	Investment Fees	Qtr. Ended 06/30/16	\$66,338.89	

* To be paid by Directed Brokerage credits.

** For Notation Only – to be withdrawn from the commingled account.

*** Performance-based fee.

Motion by Mario R. Hernandez to accept the Consent Agenda as presented; seconded by Karl C. Rimkus. Motion required polling:

Presi Ortega	aye
Mario R. Hernandez	aye
Rebecca L. Torres	aye
Karl C. Rimkus	aye

Motion carried.

REGULAR AGENDA

- Item 6. Discussion and action regarding the Treasurer's Report for the month ended July 31, 2016.

Charlie Lino of the Comptroller's Office presented; the Board received and reviewed the Treasurer's Report for the month ended July 31, 2016. Lino advised that as of August 16, 2016, the numbers from BNY Mellon are preliminary and are subject to change. Lino noted that he had discussed this issue with the Fund's Investment Committee and the Pension Administrator.

Lino reviewed the statement of net assets available for benefits and the statement of changes in net assets available for benefits. The total investment income increased by about 17 million dollars. Total net assets available for benefits increased by approximately 16 million dollars from June to July. Lino noted that the index fund did not change for the month.

Lino reviewed the quarterly statement of changes in net assets available for benefits. The unaudited totals in the statement are for the fourth quarter. Lino noted that July is the second month of the quarter. The increase of approximately 16 million dollars is reflected in the fourth quarter. Year-to-date, the fund has increased by about 25 million dollars.

Lino reviewed the investment analysis. At the end of July, the fiscal year net investment income was 5.98 percent, which remains under the target rate of return of 7.50 percent.

Lino reviewed the administration actual/budget comparison. Lino noted that two expenditures, Outside Contracts NOC and Other Services/Charges, were above the expected utilization of 91.7 percent for the 11 months in the fiscal year. Total in-house administrative expenses were about 10 percent below budget at 81.6 percent utilization.

Lino reviewed the ten-year graph of net assets available for benefits and the ten-year graph for investment income. Lino noted the upward trend.

Motion made by Presi Ortega to approve; seconded by Rebecca L. Torres. Motion carried.

- Item 7. Discussion and action regarding the monthly report from the City's Department of Information Technology.

No action.

- Item 8. Discussion and action regarding the approval of the annual operating and Trustee Fiduciary Investment Education budget for the fiscal year 2016 - 2017.

Rene Peña, Chairman, presented. The Board received and reviewed the draft FY2017 proposed budget.

Peña noted that Robert Ash, Pension Administrator, has reviewed the proposed budget with management. Peña reviewed the proposed adjustments from the FY2016 adopted budget to the FY2017 proposed budget. The total proposed increase is 3.42 percent. Peña noted that the utilization for FY2016 is under budget. Peña reviewed wages and benefits. The proposed increase of 3.97 percent in wages and benefits is in reference to the expected new full-time position, a Cost of Living Adjustment (COLA), and merit increases. Ash reviewed the proposed COLA. The proposed COLA is 0.80 percent, which is based on the CPI that was released on August 16th. Ash advised that if the Board approves the COLA, the wage scales will be adjusted by 0.80 percent or less than one percent. Peña reviewed the subcategories in Contractual Services and noted that the proposed percent increase for outside contracts of about 42 percent appears high, but the proposed amount for that expenditure of 2400 dollars is nominal. Peña reviewed travel cost. Peña advised that the Board has previously approved a two thousand dollar budget for travel in reference to training for each Board Member for a total of 18 thousand dollars. Based on low utilization, the draft budget proposes to decrease the amount in the budget to 15 thousand dollars. Peña advised that Members would retain the ability to utilize up to two thousand dollars for travel as necessary.

Ash reviewed the proposed adjustments to the operating budget. Ash noted the difference in the proposed salary for FY2017 in reference to the leave-without-pay taken by a previous Pension Employee for a substantial period. Ash advised that building expenses are not included in the operating budget as that cost will be capitalized. The proposed budget for retirements, refunds, and interest on refunds increased due to an expected increase in pay for City Employees.

Trustees discussed the proposed adjustments highlighting the upward trend in retirement payments and the positive impact on the El Paso economy.

Motion made by Presi Ortega to approve the FY2017 budget including the 0.80 percent COLA and approve a 2000 dollar travel budget for Trustees but budgeting 1500 dollars; seconded by Mario R. Hernandez. Motion required polling:

Presi Ortega aye
Mario R. Hernandez aye
Rebecca Torres aye
Karl Rimkus aye
Motion carried.

- Item 9. Discussion and action regarding the approval of a construction consulting contract between the Fund and Stephan Schmitz.

Robert Ash, Pension Administrator, presented; the Board received and reviewed the draft construction consulting contract between the Fund and Stephan Schmitz. Ash noted that the draft

contract had not been shared with the independent contractor. Ash advised that the Ad-Hoc Facilities Committee has interviewed Schmitz.

Karl Rimkus, Board Vice Chairman and Chairman of the Ad-Hoc Facilities Committee, advised that the Ad-Hoc Facilities Committee interviewed two candidates. The consensus of the Committee is that Schmitz is qualified and experienced. The Committee would like to move forward with the construction consulting contract between the Fund and Stephan Schmitz in order to begin the process of securing a design, build firm.

Motion made by Karl C. Rimkus to accept the recommendation of the Ad-Hoc Facilities Committee to hire Stephen Schmitz and to approve the contract as written; seconded by Presi Ortega. Motion required polling:

Presi Ortega aye
Mario R. Hernandez aye
Rebecca L. Torres aye
Karl C. Rimkus aye
Motion carried.

Motion made by Karl C. Rimkus to reconsider Item 9; seconded by Rebecca L. Torres. Motion carried.

Motion made by Karl C. Rimkus to amend the contract as follows:

- 1. Strike the last sentence on Page 2, Section 7 Travel and Expenses, which mentions payment for professional certification(s) and licenses; and**
 - 2. Strike Item 7 from Attachment "A" Scope of Work under General.**
- Seconded by Presi Ortega. Motion carried.**

- Item 10. Discussion and action regarding the approval of a construction consulting contract between the Fund and William Bennett.

Motion made by Karl C. Rimkus to delete Item 10; seconded by Presi Ortega. Motion carried.

- Item 11. Discussion and action regarding recommendations from the Ad-Hoc Ordinance Committee.

Karl C. Rimkus, Vice Chairman, presented; the Board received and reviewed the proposed ordinance revisions. Robert Ash, Pension Administrator, noted that the Fund's Personnel Committee had reviewed the proposed revisions.

Rimkus reviewed the purpose of the proposed ordinance revisions. The proposed revisions are intended to address unfilled vacancies for City Council Representative Trustee seats; resolve challenges meeting quorum due to numerous absences by elected and appointed Trustees: clarify "buy-back" cost calculation for retirees who are rehired by the City; recommend improvements to election process for City Employee Trustee seats; formally adopt education standards set by the Pension Review Board of the State of Texas.

Rimkus reviewed the sections of the ordinance regarding City Representative Trustees and outlined the proposed revisions. The proposed revision would allow the Mayor to appoint two seats on the Board for two-year terms; the seats could be filled either by two City Reps. or by the Mayor and one City Rep.

Rimkus reviewed the sections of the ordinance regarding attendance and outlined the proposed revisions. The proposed revision would allow for automatic removal of a Trustee for missing three Board Meetings (non-consecutive) or three committee meetings (non-consecutive) in a calendar year. Rimkus explained that Trustees would be allowed three absences per each assigned committee. A City Employee Trustee who was removed for non-attendance is eligible to re-apply for the vacant seat, and may be considered by the Board to fill the vacancy. The Board discussed the recommended revisions and addressed concerns regarding the proposed automatic dismissal following three absences. Trustees made several suggestions including implementing Board review and classifying absences as excused and unexcused. Trustees discussed the definition of excused. Rimkus noted that excused and unexcused absences affect quorum equally. City Employee Trustees commented on the resistance that some have experienced from their department and suggested that either the Mayor or Pension Staff submit information regarding the importance of Board attendance to department directors.

Rimkus reviewed the sections of the ordinance regarding Mayor-appointed vacancies and outlined the proposed revisions. The proposed revision would allow the Mayor 30 days to fill an appointed vacancy (no more than twice consecutively for the same vacancy); if he or she does not, the Board will proceed to fill the vacancy per existing policy for the remainder of the term. When prompted by Chairman, Rene Peña, Rimkus advised that the Board would consider a member of the public to fill such vacancies. Robert Ash, Pension Administrator, advised that he and Chairman, Rene Peña, have met with the Mayor to address attendance issues and to discuss the current Mayor-appointed vacancy for a City Representative Trustee.

Rimkus reviewed the sections of the ordinance regarding terms and outlined the proposed revisions. The proposed revision of the ordinance would set the following terms:

City Reps.: two years

Appointed Trustees: four years, with automatic renewal if Mayor does not re-appoint or designate another person within 30 days of term expiration

City Employee Trustees: four years

Rimkus reviewed the recommended revisions to Board elections. The proposed revisions would allow for electronic voting and set an implementation schedule; stagger City Employee elections once every two years for two City Employee seats; for incumbent Trustees, indicate on ballot by name; define what constitutes an ineligible ballot; require forums for City Employees and Trustee candidates to be held 7 – 14 days before an election. Ash advised that the City Clerk manages elections; the Fund can only make recommendations to the City Clerk's Office.

Rimkus reviewed the sections of the ordinance regarding buy-back cost calculation and outlined the proposed revisions. The proposed revision would be as follows, "...pension payments received plus interest computed based on the Fund's assumed actuarial interest rate, plus any additional liability to the Fund computed based on the actuarial tables approved by City Council."

Rimkus outlined the proposed revisions regarding education. The proposed revision would be a new ordinance provision to incorporate by reference the PRB education requirements, and allow for automatic removal of any Trustee who does not meet these requirements within the mandated time frames.

Trustees discussed the proposed revisions. Board Chairman recommended that Item 11 be further discussed in committee. Rimkus confirmed the directive and requested clarification on suggested revisions. Peña advised that the Board appeared to be in agreement with all proposed revisions with the exception of the proposed ordinance revisions regarding attendance, specifically automatic dismissal. Peña requested that Trustees submit their suggestions to Rimkus.

No further action taken by the Board.

- Item 12. Discussion and action regarding the receipt of an investment manager report from Vulcan Value Partners.

John Collier of Vulcan Value Partners presented; the Board received and reviewed the investment manager report from Vulcan Value Partners. (In this Item, the firm will be referred to as Vulcan.)

Collier provided an overview of the firm. The employee-owned firm was established in 2007 and manages over 12.6 billion dollars. The firm is currently closed to new investors. Vulcan has managed the Fund's portfolio for over two and half years. Collier reviewed the firm's investment philosophy and all-cap strategy. Vulcan is a long-term value investor with an objective to minimize risk in the portfolio. Collier defined risk and outlined the requirements for investments.

Collier reviewed performance. Collier noted the portfolio's short-term underperformance and advised the portfolio's objective is to generate long-term outperformance (over five-plus years.) Collier advised that value has not been in favor in the market noting the anomaly of negative interest in some markets. The companies in the firm's portfolio have compounded intrinsic value as calculated by Vulcan. Collier stated the portfolio's margin of safety has improved. Trustees discussed the portfolio's performance and the firm's value strategy. Collier reviewed the cyclical nature of the value market and advised that valuation and assumptions were revised in response to the market performance. When prompted by the Board, Bill Howard of Callan advised that the benchmark for the firm is the Russell 3000 Index; however, the portfolio can be benchmarked against the Russell 3000 Value Index for short time periods.

No action was taken on this item.

- Item 13. Discussion and action regarding a report from Callan Associates.

Bill Howard of Callan Associates presented; the Board received and reviewed the quarterly report and the monthly "flash" report for the period ended June 30, 2016, and for the period ended July 31, 2016.

Howard reviewed market performance. Howard reviewed the market reaction to the Brexit vote noting the minimal impact on the US economy. The Brexit vote uncertainty led to turbulent foreign exchange markets. Consequently, the Bank of England had lowered interest rates to a historic low and implemented a quantitative easing program. Howard noted that the dollar recently weakened and expects little volatility. Howard reviewed the US economy providing a comparison with international markets. The market is in a period of weak global growth; consequently, a single Fed interest rate increase is expected. Howard predicted the Fed rate increase would take place in December, mirroring the increase experienced in 2015. Howard reviewed asset class performance for the period ended June 30th. Oil experienced a rise of about 30 percent in the second quarter which positively impacted MLPs; MLPs remain down about 19 percent for the last year. Howard provided updated figures through August 16th. The Russell 3000 is up about 8.1 percent; EAFE is positive 1.5 percent; emerging markets up 17.3 percent; MLPs decreased from about 15 percent in June to about 11.1 percent year-to-date, which is a result of the drop in oil prices; bonds are at 5.6 percent. Howard reviewed bond yields. Howard noted a global trend of decreasing yields. Howard reviewed the attribution factors in emerging market and provided a performance forecast.

Howard reviewed the quarterly report for the quarter ended June 30th, 2016. Howard provided a comparison of actual and target asset allocation. Howard reviewed attribution for the quarter. The fund was up about 2.14 percent for the quarter, trailing the target return of 2.75 percent. Active management and allocation had a negative effect for the quarter. The fund was underweight MLPs, which outperformed. Howard reviewed performance for the last year. The fund trailed the target return due to a negative manager effect; the allocation effect was relatively neutral. Domestic equity underperformed by 50 basis points, which can mainly be attributed to Vulcan's underperformance. The underperformance in fixed income can be attributed to the Franklin Global Bond Portfolio. Howard reviewed the returns for international and private equity. Howard noted that Callan will perform an asset liability study and may recommend an increase in allocation for private equity from seven to 10 percent. Howard reviewed performance for the last 10 years and reviewed the position of the portfolio in the current bull market. Howard discussed historical bear and bull markets. Howard provided a peer comparison for performance over the past 15 years.

Howard reviewed the monthly "flash" report for the period ended July 31, 2016. Howard noted that all the returns shown are net of investment manager fees and advised that the fiscal year-to-date column in the report represents the last 11 months.

Howard reviewed the performance of the Fund's domestic equity active managers. Of the four active managers, two outperformed for the month and two underperformed. Mellon Dynamic continues to outperform the index. Mellon Dynamic outperformed the index fiscal year-to-date by 7.5 percent. Vulcan outperformed the index in July but continues to trail the index for the fiscal year and the last year. Consequently, Callan recommends placing Vulcan on "watch." Wedge, a SMID cap value manager, trailed the index for the month but had outperformed the index for the fiscal year and the last year by about 500-600 basis points. Riverbridge, a SMID cap growth manager, underperformed the index for all available reporting periods. Howard noted that the portfolios for Wedge and Riverbridge are intended to complement each other as one is growth

and the other is value. Howard discussed the overlap in exposure in the portfolios regarding all-cap and SMID-cap managers.

Howard reviewed the performance of the Fund's international equity active managers. Denver is currently on "watch" for performance. Denver underperformed the index for the month; outperformed the index for the fiscal year and last year. Franklin Templeton International Equity, a small cap manager, had experienced significant underperformance for the fiscal year and last year. Callan recommends placing Franklin Templeton International Equity on "watch." Lazard had recent underperformance and outperformed the index over the last three years by about one percent. AQR Emerging Markets had underperformed the index for all available reporting periods.

Howard reviewed the performance of the Fund's fixed income and real estate active managers. The Janus Core Plus Portfolio represents 50 percent of the assets in fixed income. Janus is currently on "watch" for team changes. Janus outperformed the index in July but trail the index for the fiscal year, last year, and last three years. Franklin Templeton Global manages 25 percent of the bond portfolio; they had significant underperformance in the fiscal year and the last year. Callan recommends placing Franklin Templeton Global on "watch." The Principal REIT underperformed the index. Howard discussed the historical performance of real estate and projected 8-10 percent return if the economic recovery continues.

Howard reviewed the performance of the Fund's MLP active manager, Salient. Salient has underperformed the index; however, they have added value since inception. Howard reviewed the performance of the Fund's absolute return managers. Allianz is up about five percent for the past six months ended in June. AQR underperformed the index.

The total fund had two percent return for the month, which trailed the index. Fiscal year-to-date the fund is up about 6.1 percent, which trails the target return.

Motion made by Karl Rimkus to accept the recommendation that Vulcan, Templeton Global Bond, and Templeton International Small Cap be placed on "watch"; seconded by Presi Ortega. Motion carried.

Item 14. Discussion and action regarding a report from the Pension Administrator.

Robert Ash, Pension Administrator, reported on the following:

- Board elections will be held next month as approved by the Board.
- There will be a 30-minute training on governance in September.
- The actuary is performing an experience study which should be completed next month. The Actuary Committee may meet to review prior to the Board Meeting. Upon completion of the experience study, the actuary will begin the regular valuation. Pension Staff has received a request for data extract for the valuation. Patricia Hickman, Deputy Administrator, is working with the City's DoIT on fulfillment.
- Callan is performing an experience study. The study should be completed in a couple of months. The Investment Committee will review.
- The City's Internal Audit Department is conducting a review of contributions. The review is expected to be finalized within a month or so.

- Ash thanked the Committees and noted that the Personnel Committee will start to meet regularly regarding evaluations.

No action was taken on this item.

Item 15. Discussion and action regarding the following Committee reports/assignments:

- A. Actuary Committee Committee did not meet.
- B. Ad-Hoc Facilities Committee Committee met.

Karl Rimkus, Chairman of the Ad-Hoc Facilities Committee, read the Ad-Hoc Facilities Committee minutes:

The Ad Hoc Facilities Committee met on August 16, 2016. The committee reviewed the process for hiring a construction consultant(s). The Committee reviewed the draft contract for construction consulting services. The Committee plans on making a couple of floor amendments to the draft contract.

Next, the Committee interviewed two candidates for constructions consultant. The consultants were asked a number of questions by the Committee regarding their qualifications and experience. Both candidates had very good credentials. Both candidates appeared to be interested in the construction project. After discussion, the Committee recommended hiring Stephan Schmitz as the Fund’s construction consultant.

Finally, the Committee reviewed the contractor solicitation process approved by the Board. The Committee discussed the timing of the process. The Committee expects to release the solicitation in the next couple of months.

No action was taken on this item.

- C. Ad-Hoc Ordinance Committee Committee did not meet.
- D. Audit Committee Committee did not meet.
- E. Investment Committee Committee met.

Presi Ortega, Chairman of the Investment Facilities Committee, read the Investment Committee minutes:

The Investment Committee met on August 16, 2016. The Committee received and discussed the monthly investment performance reports for the month of July as prepared by Callan Associates. The Committee also received and discussed the quarterly investment performance report for the second quarter of 2016 as prepared by Callan Associates. The Committee noted that it is unlikely that investment returns will meet the investment return assumptions this year however returns have improved. Callan and the Committee reviewed the returns for each active manager, and Callan will recommend placing more firms on probation. The Committee agreed with Callan’s recommendation. Callan indicated that they are working on an asset/liability study, and that

should give the Committee more information suggested asset mixes. This study should be completed in the next few months.

The Committee received an annual investment manager report from Vulcan Value Partners. Vulcan has had difficulty exceeding their benchmark returns for the past several quarters. The Committee asked questions about the firms sell discipline and if the firm’s selection methodology had changed over the last few years. Vulcan indicated that they still believe in their investment thesis. No other material exceptions were noted in their report.

The Committee received a requested report from Callan regarding investment manager fees. The average fees paid by the fund as of June was approximately 51 basis points. The Committee requested more information from Callan regarding how the fees compare to other public plans; Callan will research and report back to the Committee.

Finally, the Committee received a requested report from Callan regarding future private equity distributions. Callan studied the income flows and compared it to the capital calls. It is presumed that income distributions will occur more regularly in the next several quarters.

The next scheduled meeting of the Investment Committee will be on September 20, 2016, at 1:00 PM.

No action was taken on this item.

- F. Personnel Committee Committee did not meet.
- G. Retiree Committee Committee did not meet.

Item 16. For Notation:

- A. Directed brokerage credit balance for the month ended June 30, 2016: \$129,070.65.
- B. Property Development Cost:

COMPANY	DESCRIPTION OF SERVICE	AMOUNT
1. JonsCo Signs & Graphics	Removal of Zoning Notice signs	\$135.00

C. Refund of Contributions:

NAME	DEPARTMENT	TOTAL REFUND
1. Aceves, Estela	Health	\$16,473.43
2. Armendariz, Miguel Angel	EPWU	\$3,651.18
3. Baker, Thomas M.	Comptrollers	\$329.84
4. Barrett, Richard	Plan. & Inspect.	\$10,525.92
5. Botello, Elizabeth S.	Mass Transit	\$8,848.88
6. Carrillo, Jose	Env Svces	\$21,324.14
7. Castillo, Natalie	Fire	\$4,711.94

8.	Castro Jr., Raul	Mass Transit	\$6,845.20	
9.	Chitwood, Ronald	Street & Maint.	\$534.96	
10.	Clark, Cathy	Comptrollers	\$4,081.53	
11.	Cowen, Charles Stanley	EPWU	\$5,782.29	
12.	Herrera, Maria - Oscar Duran, Beneficiary	EPWU	\$5,046.24	
13.	Herrera, Maria - Zimayda Duran, Beneficiary	EPWU	\$5,046.24	**
14.	Elizaldi Jr., Cesario	EPWU	\$3,147.17	**
15.	Esparza, Dario	Plan. & Inspect.	\$3,164.13	
16.	Garcia Olmos, Mayra A.	Fire	\$1,212.47	
17.	Grijalva, Martha	Museums	\$14,228.93	
18.	Ibarra, Jose	Street & Maint.	\$77,185.36	**
19.	Johanpeter, Arielle	Zoo	\$814.22	
20.	Madrid, Daniel	Airport	\$12,532.14	
21.	Marcial, Anthony	Mass Transit	\$3,996.05	
22.	Oliver, Kellyn E.	Police	\$635.96	
23.	Perez, Ruben	Mass Transit	\$19,363.46	
24.	Ramos, Diane	Tax	\$6,230.45	
25.	Herrera, Maria - Dolores Ramos, Beneficiary	EPWU	\$5,046.25	**
26.	Renteria, Alberto	Mass Transit	\$3,071.66	
27.	Rodriguez, Aundrea	Municipal Clerk	\$2,291.30	
28.	Romero, Marcos - Estate	EPWU	\$37,714.04	**
29.	Romero, Sylveria	QDRO	\$37,714.04	**
30.	Ruiz, Alejandra R.	Env Svces	\$16,237.39	
31.	Sandoval, Roberto	EPWU	\$1,452.58	
32.	Servin, Francisco	Mass Transit	\$24,404.49	
33.	Vela, Javier	Library	\$18,074.23	
34.	Noel, Villalobos	Mass Transit	\$19,290.98	
35.	Manrique, Jennifer	Plan. & Inspect.	\$1,860.87	
36.	De La Torre, Guanina	Env Svces	\$6,024.03	
		TOTAL	<u>\$408,893.99</u>	

* Additional interest/contributions due

** Eligible for Early Retirement

For notation, no action required on this item.

Motion made by Karl C. Rimkus to go into Executive Session to discuss items under Sections 551.071-551.076 and Section 551.078; seconded by Mario R. Hernandez. Motion carried at 10:37 A.M.

Motion made by Mario R. Hernandez to reconvene from Executive Session; seconded by Karl C. Rimkus. Motion carried at 11:18 A.M.

- Item 17. The Board will retire into EXECUTIVE SESSION pursuant to the Texas Government Code, Sections 551.071-551.076 and Section 551.078 to discuss any of the following:

Section 551.071 CONSULTATION WITH ATTORNEY

Section 551.072 DELIBERATION REGARDING REAL PROPERTY

Section 551.074 PERSONNEL MATTERS

Section 551.075 CONFERENCE WITH EMPLOYEES

Section 551.076 DELIBERATION REGARDING SECURITY DEVICES

Section 551.078 DELIBERATION REGARDING DISABILITY APPLICANT'S
MEDICAL RECORDS

- A. **Section 551.071 and 551.072** Discussion and action regarding real property located at 1039 Chelsea.

No action was taken on this item.

- Item 18. Adjournment

Motion made by Presi Ortega to adjourn the El Paso City Employee's Pension Fund Board Meeting on August 17, 2016; seconded by Mario R. Hernandez. Motion carried at 11:18 A.M.