

**MINUTES OF REGULAR QUARTERLY MEETING OF
THE BOARD OF COMMISSIONERS OF
THE SUPERIOR COURT CLERKS' RETIREMENT FUND OF GEORGIA**

**February 5, 2015
1208 Greenbelt Drive
Griffin, Georgia 30224
11:30 a.m.**

The regular quarterly meeting of the Board of Commissioners of the Superior Court Clerks' Retirement Fund of Georgia was held on February 6, 2015 beginning at 11:39 a.m. in the office of the Peace Officers' Benefit and Annuity Fund, Griffin, Georgia, pursuant to proper posting and notice.

Present for the meeting were Board Members Studdard, Williams, Brown, and Caldwell. Also present were Member Liaison Daniel, Secretary-Treasurer Carter, Ray Vuicich, who is a Senior Vice President of Investments for UBS, Membership Liaison Blankenship, Fund employee Judy Flournoy, who is an assistant to Bob Carter, and Legal Counsel Jason Voyles. Wendy Clifton, Ryan Walsh, and Sheri Coverman from Robbins, Geller, Rudman & Dowd, LLP were present. Joe Griffin and Stuart with Buck Consultants were present. Wes French was present.

Chairperson Studdard welcomed all present.

The minutes of the committee meeting held on November 6, 2014 had been distributed in advance and were re-distributed for review. On a motion by Caldwell, seconded by Williams, the Board unanimously voted to approve the minutes.

Ray Vuicich presented the Investment Report. He directed the Board to pertinent benchmarks and answered questions from the Board. The Fund's consolidated portfolio was valued at over \$105,000,000. Atlantis has been underperforming and Bob Carter agreed to meet with Atlantis and report to the Board at the next quarterly meeting. UBS recommended rebalancing the Fund's portfolio by moving 5% from large cap and placing it in the new asset class of global allocation fund. The Board discussed rebalancing the portfolio. Member Caldwell felt strongly that the Board should move more out of large cap. Ray Vuicich then explained global allocation funds to the Board and the Board discussed this. The Board agreed to delay a vote on rebalancing the Fund's portfolio until after the presentation on GASB 67/68.

On a motion by Brown, seconded by Caldwell, the Investment Report was unanimously approved as presented.

The representatives from Buck Consulting then gave the Board a presentation on GASB 67/68. This presentation focused on the differences between the old accounting standard and the new standards promulgated by GASB 67/68. One of the key features of GASB 67/68 is that expenses are calculated differently and this might affect the Fund's

funding ratio. GASB 67 was effective after June 30, 2014 and GASB 68 will be effective after June 30, 2015. The Board discussed the presentation and the representatives from Buck Consulting answered questions by the Board. After the discussion was concluded, the representatives from Buck Consulting were excused from the meeting.

The Board then discussed rebalancing the Fund's portfolio. On a motion by Caldwell, seconded by Brown, the Board voted unanimously to amend the Investment Policy Statement to revise the Asset Allocation Guidelines in Article XI to add global allocation funds to the asset class and to provide that the target allocation of large cap funds be reduced from 35% to 25% and the target allocation of global allocation funds be set at 10%.

On a motion by Caldwell, seconded by Williams, the Board voted unanimously to transfer 10% of the Fund's portfolio from large cap to global allocation funds.

Ray Vuicich was then excused from the meeting.

The representatives from Robbins, Gellar, Rudman & Dowd, LLP then gave a presentation to the Board about their securities fraud monitoring service. The representatives discussed the service and answer questions from the Board.

The representatives from Robbins, Gellar, Rudman & Dowd, LLP and Wes French were then excused from the meeting.

Secretary-Treasurer Carter then presented the Financial Report, copies of which are attached to the minutes, directed attention of the Board to pertinent benchmarks, and answered questions from the Board. Mr. Carter noted that real estate income filings were down. It was noted that the benefit amount would increase by 1.5% in July.

On a motion by Williams, seconded by Caldwell, the Financial Report was approved unanimously as presented.

The Membership Reports were given by Woodson Daniel. Mr. Daniel stated that that there was one new member: the new clerk for Atkinson County. There is only one member who is delinquent on dues and the delinquency is only \$100.00. Mr. Daniel plans to meet with this member. Mr. Daniel reported that Betty Shattles, the former clerk of Sumter County, died and that Jeanette Harrison, the spouse of a clerk, also died. There were no retirements during the last quarter. Mr. Daniel reported that 136 clerks pay by ACH, 11 clerks have their dues paid by their county, 15 clerks pay by personal check, and 7 clerks are not members.

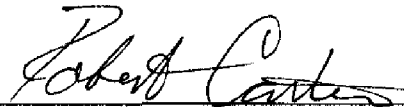
On a motion by Williams, seconded by Brown, the Membership Report was approved unanimously.

The Board then discussed House Bill 191. This bill was submitted without notice to the Board and would alter how military service is used in the calculation of retirement benefits from the Fund. Chairperson Studdard agreed to discuss the bill with legislators.

The Board then discussed actuary services provided to the Board. The Board directed Bob Carter to obtain quotes from at least three actuarial firms so that the Board can review the bids at its next meeting.

On a motion by Brown, seconded by Caldwell, the Board voted unanimously to engage Buck Consultants for the limited purpose of preparing reports on the Fund's behalf as are required by GASB 67.

On a motion by Brown, seconded by Williams, the Board voted unanimously to adjourn the meeting at 2:33 p.m.

A handwritten signature in cursive script, appearing to read "Robert Carter", written over a horizontal line.

Robert Carter, Secretary-Treasurer