

MINUTES

BOARD OF COMMISSIONERS OF THE MAGISTRATES RETIREMENT FUND OF GEORGIA

Monday, August 28, 2017

Griffin, Georgia

A regular meeting of the Board of Commissioners of the Magistrates Retirement Fund of Georgia was held on Monday, August 28, 2017 at 10:00 a.m. at the Peace Officers' Annuity and Benefit Fund of Georgia located in Griffin, Georgia.

I. CALL TO ORDER

A. Judge Tommy Bobbitt, Chairman, called the meeting to order at 10:00 a.m. The following is a listing of all persons present at the meeting:

i. Board Members

- a. Judge Tommy Bobbitt, Chairman
- b. Judge Mary Kathryn Moss, Board Member
- c. Britt Brewer, Board Member
- d. Judge Connie Holt
- e. Tom Richardson, Board Attorney
- f. Robert Carter, Secretary/Treasurer

ii. Financial Advisors

- a. Chad Smith, Morgan Stanley

II. APPROVAL OF MINUTES

A. Minutes

- i. Board Members reviewed the minutes from the April 24, 2017 Board Meeting. Judge Moss made a motion to approve the minutes. It was seconded by Judge Holt, and the minutes were unanimously approved.

III. REPORTS BY OFFICERS AND COMMITTEES

- A. Chad Smith presented a performance summary of the Magistrates Retirement Fund for quarter ending June 30, 2017. He provided a review of the capital markets for the quarter. Globally, it's a fairly robust market and global equity is picking up. International markets had a good strong showing as well. It's encouraging to see a reacceleration in Economic Growth outside of the U.S. Mr. Smith recommended a rebalancing of the portfolio at this point. Equities are currently at 55% but by law may be as much as 75%. Additionally, he recommended consideration to carve out exposure for Emerging Markets. The current international manager, Lazard, does not include emerging markets.

Judge Moss made a motion, seconded by Britt Brewer, to amend the IPS and raise the Equity exposure rate to 60%, and to a maximum of 75%. The vote was unanimous.

Judge Moss made a motion, seconded by Judge Holt, to research and bring back to the Board emerging market managers. The vote was unanimous.

There was discussion regarding replacement options for the current low volatility manager, BMO, that could add a bit more value. The total asset account is \$3.5 million. As there is no large value manager, the account could be split between the two. It's a good prudent risk approach.

Judge Moss made a motion, seconded by Judge Holt, to move BMO assets to Power Shares ETF. The vote was unanimous.

Mr. Smith followed up by advising he would do an updated asset allocation study to evaluate breaking the fund down a bit more for the two classes.

- B. Bob Carter presented the Financial Report and the Membership Report. Judge Holt made a motion, seconded by Britt Brewer, to approve and accept the report. The vote was unanimous.

IV. OTHER BUSINESS

- A. There was discussion regarding rescheduling the November meeting of the Board.

V. ADJOURNMENT

There being no further business to come before the Board, Chairman Bobbitt adjourned at 12:07 P.M.

Respectfully Submitted,



Robert W. Carter
Secretary/Treasurer

The above and foregoing minutes were approved at the meeting held on the 20th day of November, 2017.