Food Employers Labor Relations Association
and United Food & Commercial Workers
Pension Fund

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DRAFT

MINUTES OF THE SPECIAL MEETNG OF THE
BOARD OF TRUSTEES OF THE
FELRA AND UFCW PENSION FUND
MAY 31, 2017 IN
LANDOVER, MARYLAND

The following Trustees were present:

UNION TRUSTEES	**EMPLOYER TRUSTEES**
M. Federici – Chairman	J. Paradis – Secretary
T. Hipkins	D. Dosenbach
C. Hoffmann	W. Meisen

Also present were:

H. Burton – Morgan, Lewis, & Bockius, LLP
J. Chorpenning – UFCW Local 27
L. DuVall – Associated Administrators, LLC
A. Hanson – UFCW Local 400
W. Jensen – Associated Administrators, LLC
G. Kalwarski – Cheiron
C. Mietlicki – Cheiron
D. Russell – Investment Performance Services
S. Sanchez – Slevin & Hart, P.C.
B. Slevin – Slevin & Hart, P.C.
R. Sichel – Investment Performance Services
R. Wildt – UFCW Local 27
M. Wilson – UFCW Local 400

I. CALL TO ORDER

A quorum being present, the Chairman called the meeting to order. The Chairman noted the purpose of the meeting special meeting is to review the investment portfolio.

II. FINANCIAL REPORT

Investment Performance Services ("IPS")

The Trustees welcomed Mr. Richard Sichel and Mr. David Russell of Investment Performance Services to the meeting. They presented the Master Consulting Services Report for the first quarter 2017. Mr. Sichel noted that as of March 31, 2017 the Fund held assets of $353,568,610. Earnings for the quarter totaled 3.7%.

Mr. Sichel presented a preliminary report as of April 30, 2017. He noted the Fund held assets of $343,372,937.

Mr. Sichel reviewed recommendations concerning new asset allocation targets. His recommendation is to use the targets of 30% total equity, 35% fixed income, 15% real estate, 15% GTA and 5% cash. As part of the recommendation, the investments held by Griffin and Vanguard Emerging Markets Index Fund would be liquidated as soon as possible. He noted that reallocations were already proceeding with respect to JP Morgan, Entrust and Mesirow. After discussion,

On Motion made and seconded, the Trustees voted unanimous approval of the following resolution:

> **RESOLVED to adopt the January 2017 target asset allocations outlined by IPS. Further RESOLVED to monitor the investment target allocations at quarterly meetings of the FELRA and UFCW Pension Fund Board of Trustees.**

In accordance with the recommendation from IPS,

On Motion made and seconded, the Trustees voted unanimous approval of the following resolution:

RESOLVED to liquidate the Vanguard Emerging Market and all of the Gryphon portfolio to be used to fund the ongoing cash needs of the Pension Fund

The Trustees clarified that the November 15, 2017 Trustee meeting will be held in the offices of UFCW Local 400 commencing at 10:00 a.m.

III. ADJOURNMENT

There being no further business to come before the Trustees, the meeting was adjourned.

Respectfully submitted,

Jason Paradis, Secretary