

# NOTICE OF PUBLIC MEETING

## AGENDA

### CLARK COUNTY OPEB BOARD OF TRUSTEES

**MONDAY, APRIL 11, 2016, 3:00 PM  
PINYON ROOM, GOVERNMENT CENTER, 6th FLOOR  
500 SOUTH GRAND CENTRAL PARKWAY, LAS VEGAS, NEVADA**

<b>This meeting has been properly noticed and posted in the following locations:</b>		<b>Agenda Also Available At:</b>	
CC Government Center 500 S. Grand Central Pkwy Las Vegas, NV (Principal Office)	Regional Justice Center 200 Lewis Ave, 1 <sup>st</sup> Fl. Las Vegas, NV	City of Las Vegas 400 E. Stewart Ave Las Vegas, NV	City of No. Las Vegas 2200 Civic Center Dr. No. Las Vegas, NV
Third Street Building 309 S. Third St. Las Vegas, NV	Paradise Park Pool & Center 4775 McLeod Dr. Las Vegas, NV	City of Henderson 240 Water St. Henderson, NV	City of Boulder City 400 California Ave. Boulder City, NV
Winchester Park & Center 3130 S. McLeod Dr Las Vegas, NV	Desert Breeze Park & Community Ctr. 8275 Spring Mtn. Rd Las Vegas, NV	City of Mesquite 10 E. Mesquite Blvd. Mesquite, NV	Clark County Regional Govt. Ctr. 101 Civic Way Laughlin, NV

- Items on the agenda may be taken out of order.
- The OPEB Board of Trustees may combine two or more agenda items for consideration.
- The OPEB Board of Trustees may remove an item from the agenda or delay discussion relating to an item at any time.

The main agenda is available on Clark County's website, <http://www.ClarkCountyNV.gov>. For copies of agenda items and supporting backup materials, please contact Carrie Delatorre at (702) 455-3895.

## CALL TO ORDER

### Comments by the General Public

This is a period devoted to comments by the general public about items on this agenda. If you wish to speak to the OPEB Board of Trustees about items within its jurisdiction but not appearing on this agenda, you must wait until the "Comments by the General Public" period listed at the end of this agenda. Comments will be limited to three minutes. Speakers must clearly state their name (last name spelled for the record) and address. No action may be taken on a matter not listed on the posted agenda. If any member of the OPEB Board of Trustees wishes to extend the length of a presentation, this will be done by the Chair or the Board by majority vote.

1. Approval of Agenda. (For possible action)
2. Approval of the minutes of the Clark County, Nevada OPEB Trustee meeting on December 10, 2015 (For possible action)
3. Receive a report on the financial statements as of and for the eight months ending February 29, 2016. (For possible action)
4. Discussion of the Quarterly Investment Report from FTN Financial Main Street Advisors. (For possible action)

5. Trustee's/Staff announcements, requests for information, and topics for future agendas, Statements relating to items not on the agenda and any ideas and suggestions for greater efficiency, cost effectiveness and innovation in providing for the benefits of Clark County, Nevada OPEB Trust participants in accordance with the benefit plans. (No discussion on this item will take place among Trustees.)

### **Comments by the General Public**

A period devoted to comments by the general public about matters relevant to the OPEB Board of Trustees' jurisdiction will be held. No action may be taken on a matter not listed on the posted agenda. Comments will be limited to three minutes. Speakers must clearly state their name (last name spelled for the record) and address. If any member of the OPEB Board of Trustees wishes to extend the length of a presentation, this will be done by the Chair or the Board by majority vote.

# OPEB Board of Trustees

CLARK COUNTY, NEVADA

Jessica Colvin  
*Chair*  
Laura Fitzpatrick  
*Vice-Chair*  
George Stevens  
Trustee

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## CALL TO ORDER

The public meeting of the Clark County OPEB Board of Trustees meeting was called to order by Jessica Colvin, Comptroller on Thursday, December 10, 2015 at 2:00 P.M. in the Pinyon Room, Clark County Government Center, 6<sup>th</sup> floor, 500 South Grand Central Parkway, Las Vegas, Nevada. This public meeting was properly noticed and posted.

### **ATTENDEES:**

Jessica Colvin, Chair  
Laura Fitzpatrick, Vice Chair – phone in  
Joseph Piurkowski, Department of Aviation  
George Stevens, Trustee – phone in  
Mary Ann Miller, Deputy District Attorney  
Rick Phillips, FTN Financial, Chief Investment Officer  
Drew Solomon, Clark County Treasurer's Office  
Anna Danchik, Clark County, Manager of Accounting Services  
Elizabeth Vorce, Clark County, Principle Accountant

There were no comments from the general public, as no public present.

### **1. Approval of Agenda (For possible action)**

- Motion made by Ms. Fitzpatrick to approve the Agenda for December 10, 2015 – motion passed unanimously.

### **2. Approval of the minutes of the Clark County, Nevada OPEB Trustee meeting from July 29, 2015 (For possible action)**

- A motion was made by Ms. Fitzpatrick to approve the minutes from the July 29, 2015 meeting - motion passed unanimously.

### **3. Receive a report on financial statements for the three months ending September 30, 2015. (For possible action)**

- Ms. Colvin summarized the financial statements for the three months ending September 30, 2015.
- A motion was made by Mr. Stevens accept the financial statements for the three months ending September 30, 2015, motion passed unanimously.

**4. Discussion of the Quarterly Investment Report from FTN Financial Main Street Advisors.  
(For possible action)**

- Mr. Phillips summarized the draft Quarterly Investment Report dated September 30, 2015 and the Economic/Market update. On pages 9 and 10 of the Quarterly Investment Report, the title should read Bond Index History.

**5. Trustee's/Staff announcements, requests for information, and topics for future agendas, Statements relating to items not on the agenda and any ideas and suggestions for greater efficiency, cost effectiveness and innovation in providing for the benefits of Clark County, Nevada OPEB Trust participants in accordance with the benefit plans. (No discussion on this item will take place among Trustees.**

- Ms. Colvin advised the Board that at the next meeting, a status on the audit of the OPEB Trust will be available, as well as updated financial statements for FY16.

**Comments by the General Public**

There were no comments from the general public, as no public were present.

There being no further business, the meeting was adjourned at 2:26 P.M.

Clark County, Nevada  
OPEB Trust Fund  
Statement of Plan Net Assets  
February 29, 2016

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	<u>Clark County</u>	<u>Department of Aviation</u>	<u>Total</u>
<b>Assets</b>			
Cash and investments			
Cash	\$ 76,245	\$ 16,751	\$ 92,996
State of Nevada RBIF	49,734,901	10,926,743	60,661,644
Clark County Investment Pool	<u>16,662,973</u>	<u>3,660,850</u>	<u>20,323,823</u>
Total assets	<u>66,474,119</u>	<u>14,604,344</u>	<u>81,078,463</u>
<b>Liabilities</b>			
Accrued expenses	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Assets Held in Trust for Other Postemployment Benefits</b>	<u>\$ 66,474,119</u>	<u>\$ 14,604,344</u>	<u>\$ 81,078,463</u>

Clark County, Nevada  
OPEB Trust Fund  
Statement of Changes in Plan Net Assets  
For the Period July 1, 2015 through February 29, 2016 - Budget to Actual

	Clark County	Department of Aviation	Total	YTD Budget	Favorable (Unfavorable) Variance
<b>Additions</b>					
Contributions					
Employer - Clark County	\$ -	\$ -	\$ -	\$ -	\$ -
Employer - Department of Aviation	-	-	-	-	-
Total contributions	-	-	-	-	-
Investment income (loss)					
Interest	700,760	153,957	854,717	34,600	820,117
Net increase (decrease) in fair value of investments	(2,290,511)	(503,224)	(2,793,735)	-	(2,793,735)
Total investment income (loss)	(1,589,751)	(349,267)	(1,939,018)	34,600	(1,973,618)
Less investment expense	(11,136)	(2,447)	(13,583)	(34,600)	21,017
Net investment income (loss)	(1,600,887)	(351,714)	(1,952,601)	-	(1,952,601)
Total additions	(1,600,887)	(351,714)	(1,952,601)	-	(1,952,601)
<b>Deductions</b>					
Benefits	-	-	-	-	-
Administrative expenses					
Actuarial valuations	-	-	-	-	-
Accounting services	-	-	-	320	320
Audit fees	-	-	-	10,000	10,000
Continuing education	-	-	-	1,000	1,000
Bank fees	-	-	-	667	667
Trustee fees	131	29	160	320	160
Other	341	75	416	3,333	2,917
Total administrative expenses	472	104	576	15,640	15,064
Change in plan net assets	(1,601,359)	(351,818)	(1,953,177)	(15,640)	(1,937,537)
<b>Net Assets Held in Trust for Other Postemployment Benefits</b>					
Beginning of year	68,075,478	14,956,162	83,031,640	82,922,426	109,214
End of year	\$ 66,474,119	\$ 14,604,344	\$ 81,078,463	\$ 82,906,786	\$ (1,828,323)

**Client Management Team**

**Rick Phillips**

President & Chief Investment Officer  
702-575-6666  
rick.phillips@ftnmainstreet.com

**Tonya Dazzio**

Chief Operating & Compliance Officer  
702-575-6592  
tonya.dazzio@ftnmainstreet.com

**Greg Balls**

Portfolio Manager & Analyst  
702-575-6655  
greg.balls@ftnmainstreet.com

# Quarterly Investment Report

## Clark County OPEB Trust

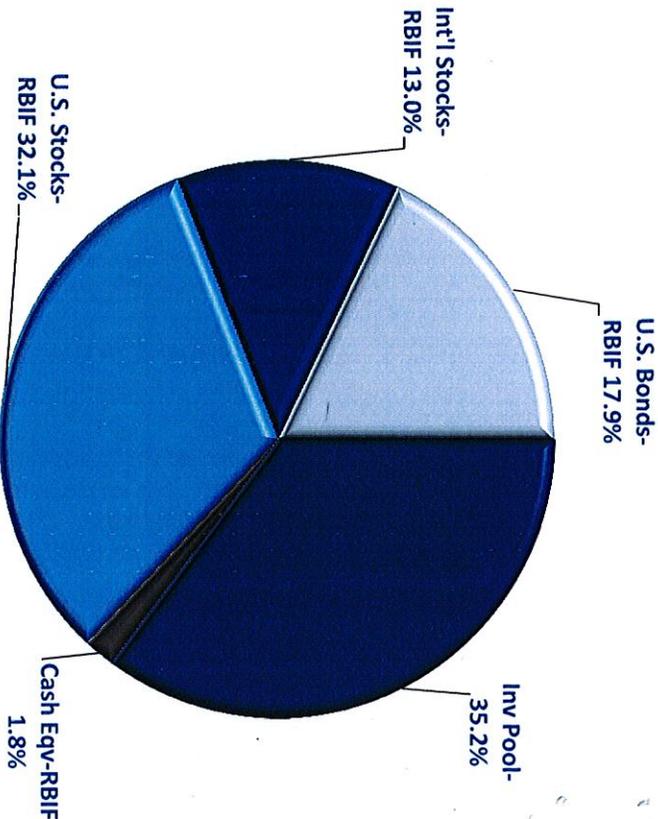
December 2015

Sector	Current Market Value	Prior Qtr Market Value	Period Change
Clark County Inv Pool (Fixed Income)	29,129,458.05	42,840,311.17	(13,710,853.12)
Cash Equivalents - RBIF	1,458,868.53	983,065.53	475,803.00
U.S. Bonds - RBIF	14,811,980.22	11,298,094.12	3,513,886.10
U.S. Stocks - RBIF	26,524,522.88	18,563,538.01	7,960,984.87
International Stocks - RBIF	10,784,797.28	7,738,364.57	3,046,432.71
<b>Total</b>	<b>82,709,626.96</b>	<b>81,423,373.40</b>	<b>1,286,253.55</b>

**Cost vs Market Value**

Market Value	82,709,626.96
Book Value	83,018,452.18
Variance	-308,825.22

**Asset Allocation**



Total Gain/Loss % Since Inception: -0.37%

RBIF Allocations	Target	Range
U.S. Equity	49%	46.5%-54.0%
International Equity	21%	19.0%-23.5%
U.S. Bonds	30%	25%*

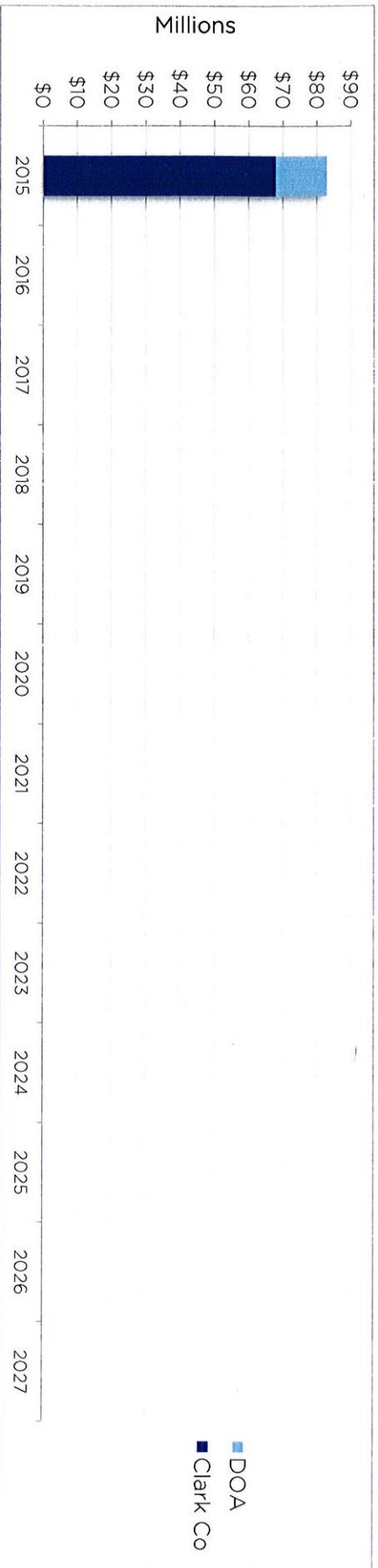
\*Rebalance minimum  
 Note: First deposit into RBIF was 1/30/15

Current Fiscal Year Contributions

Date	Clark County Contribution	DOA Contribution	Total Contribution
July-2016			
August-2016			
September-2016			
October-2016			
November-2016			
December-2016			
January-2017			
February-2017			
March-2017			
April-2017			
May-2017			
June-2017			
<b>Total</b>	0.00	0.00	0.00

Fiscal Year Contributions - Millions

2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	Total
82.9													82.9

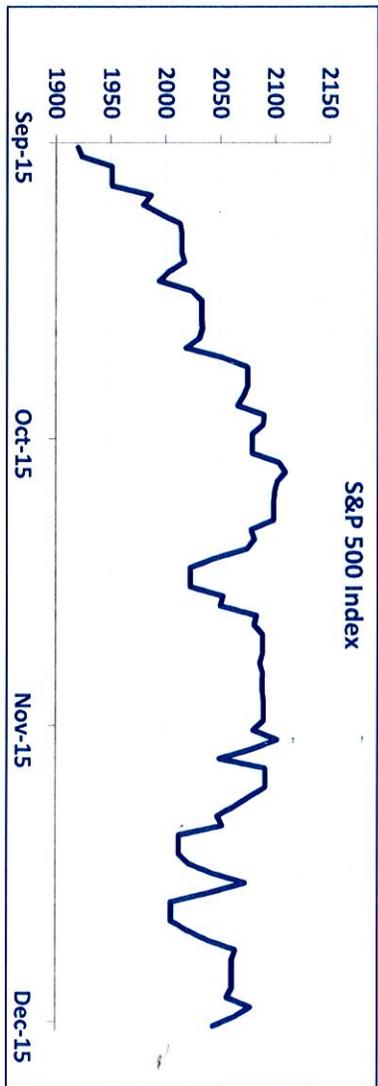


**S&P 500 (Domestic Stocks)**

Quarterly Return: **6.45%**

**Key Points**

- Oct: Positive economic news pushed stocks higher
- Nov: Fatal terror attacks in Paris muted stocks' appreciation
- Dec: Fed rate hike and lower oil hurt stocks

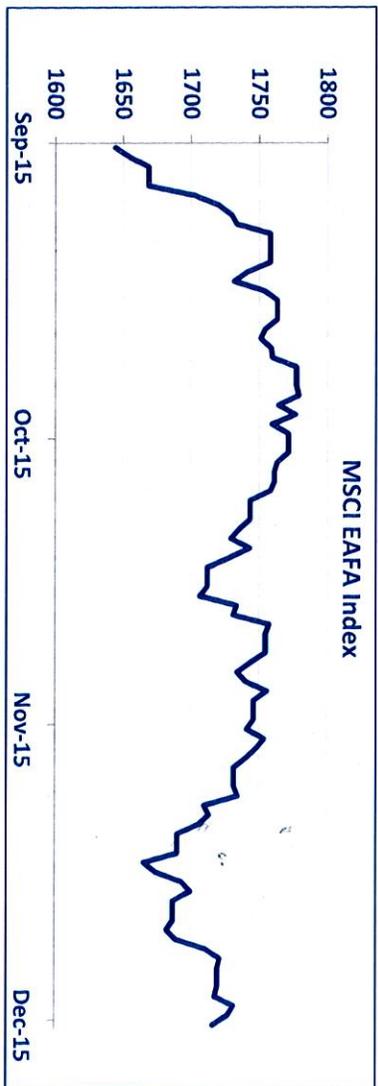


**MSCI EAFE (International Stocks)**

Quarterly Return: **4.37%**

**Key Points**

- Oct: Stronger dollar helped international stocks
- Nov: Fatal terror attacks in Paris lead stocks lower
- Dec: IMF lowered global growth estimates, pushing stocks lower

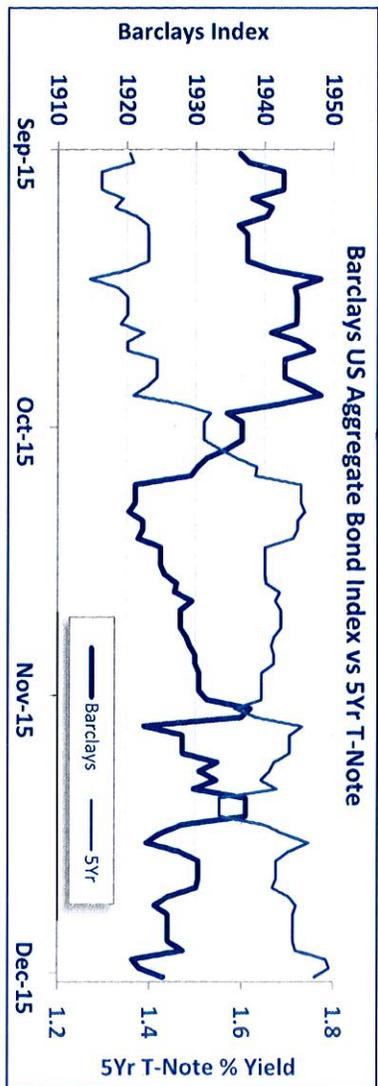


**Barclays US Aggregate Bond Index (Domestic Fixed-Income)**

Quarterly Return: **(0.57%)**

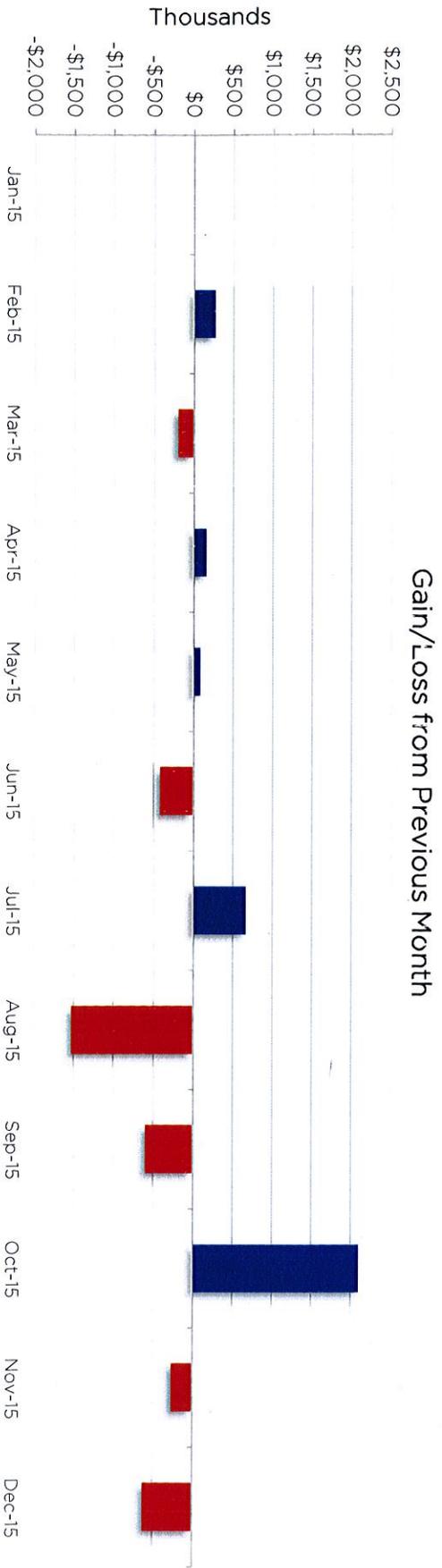
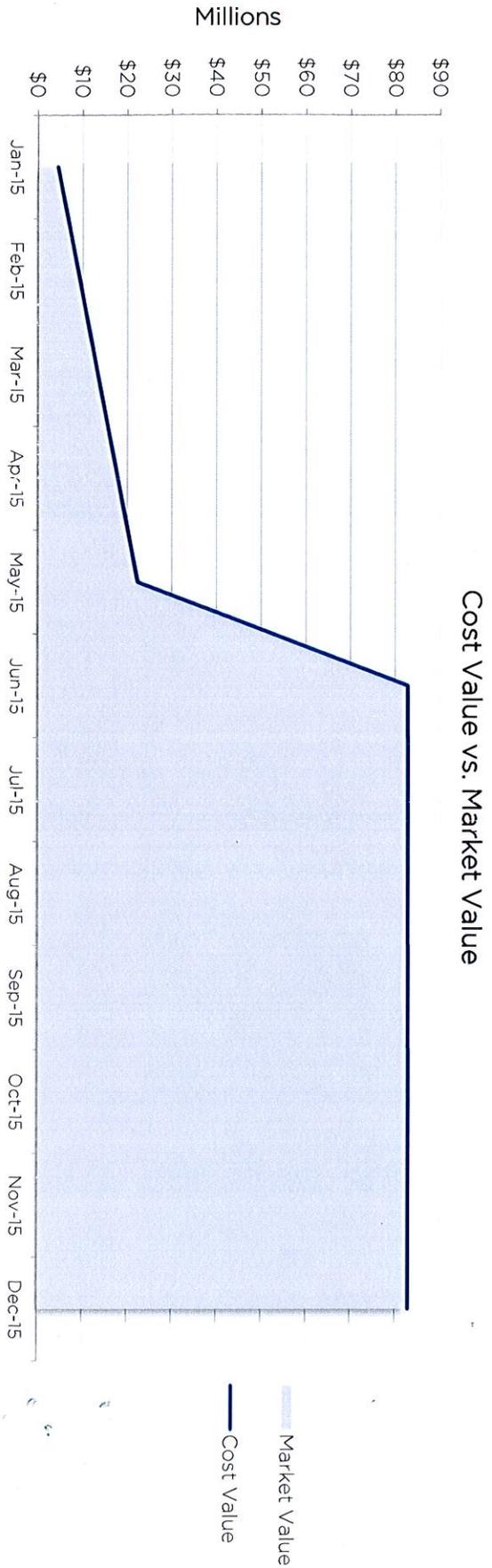
**Key Points**

- Oct: Fed says December rate hike still in play pushed rates higher
- Nov: Strong October employment report moved rates higher
- Dec: Fed rate hike sent rates higher



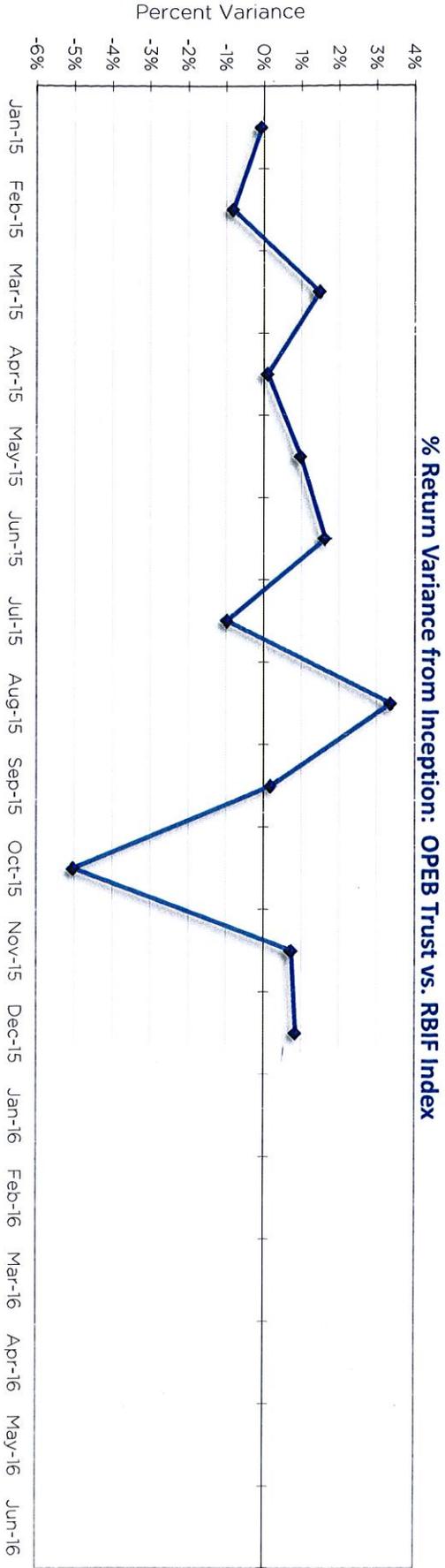
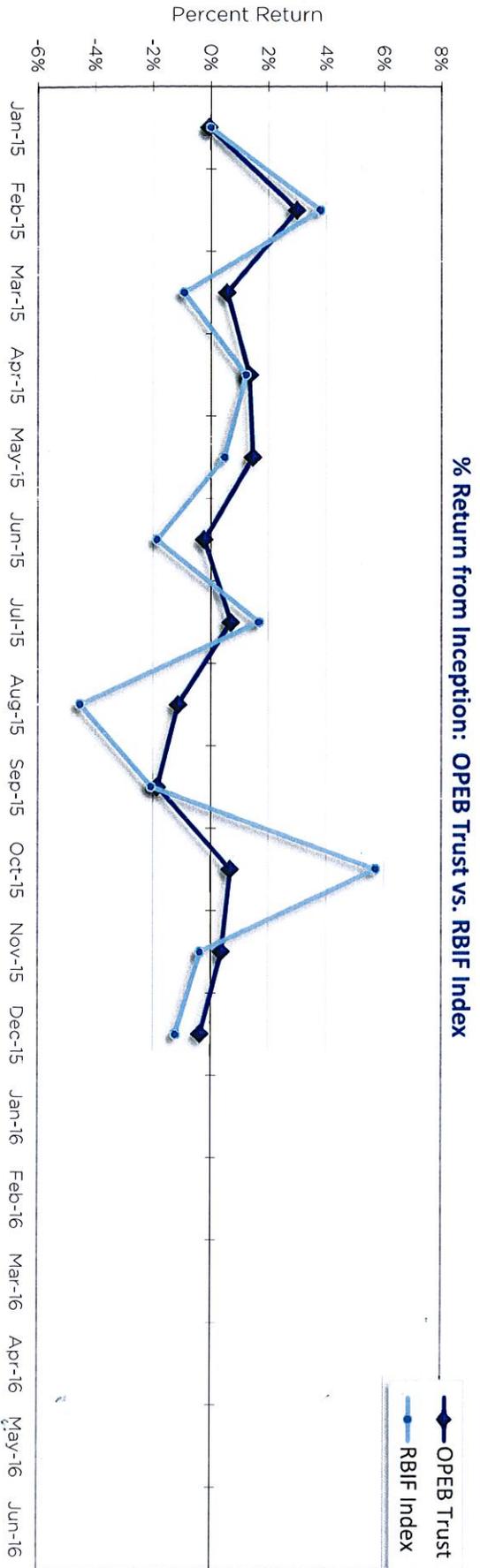






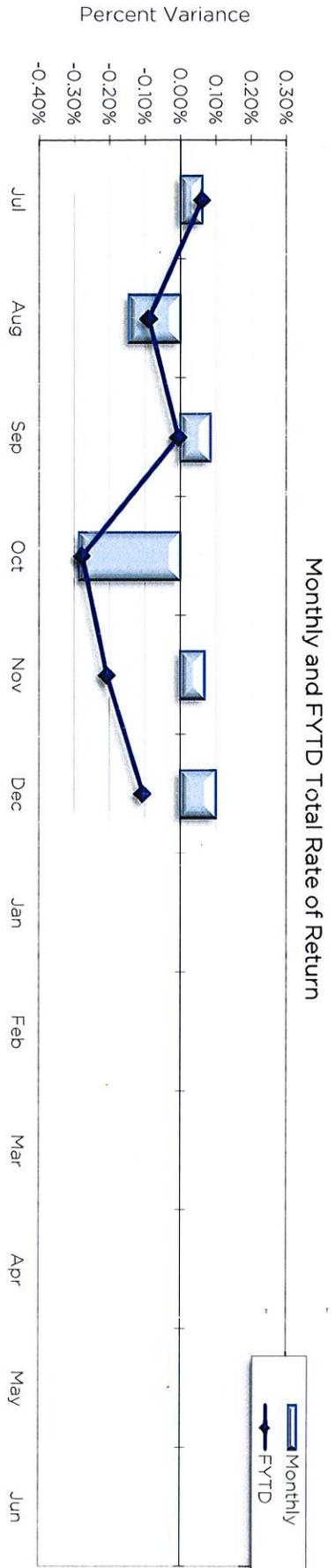
Historical Total Rate of Return Performance Since Inception  
 12/31/2015

Clark County OPEB Trust



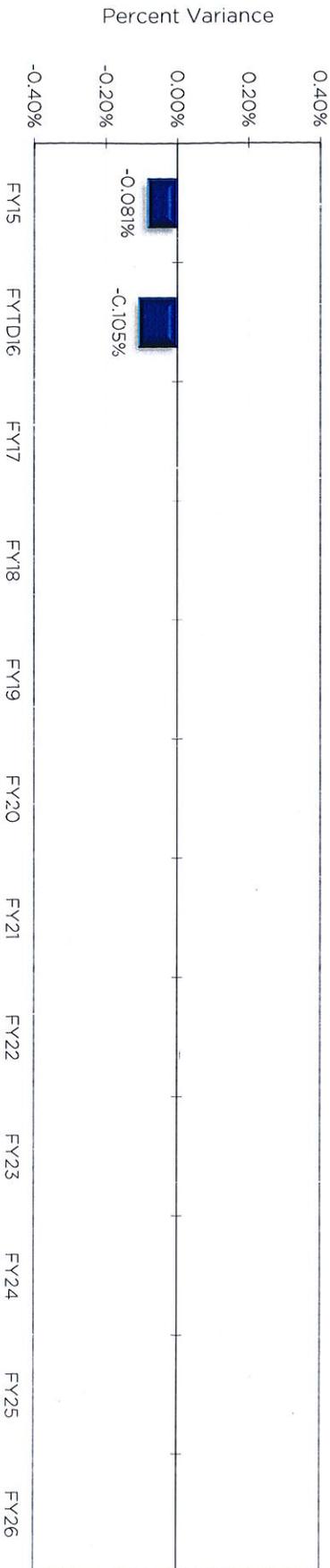
RBIF Benchmark: 49% S&P 500, 30% Barclays Aggregate Bond, 21% MSCI EAFE -- RBIF Returns are net of fees

**Historical Total Rate of Return Performance - RBIF Investments Only**  
 12/31/2015



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
<b>RBIF Portfolio</b>	1.733%	-4.672%	-1.976%	5.431%	-0.303%	-1.134%						
<b>RBIF Benchmark</b>	1.672%	-4.527%	-2.060%	5.716%	-0.372%	-1.234%						
<b>Monthly Variance</b>	0.061%	-0.145%	0.084%	-0.285%	0.068%	0.100%						
<b>FTYD Variance</b>	0.061%	-0.089%	-0.006%	-0.277%	-0.208%	-0.105%						

Fiscal Year Total Rate of Return Variance

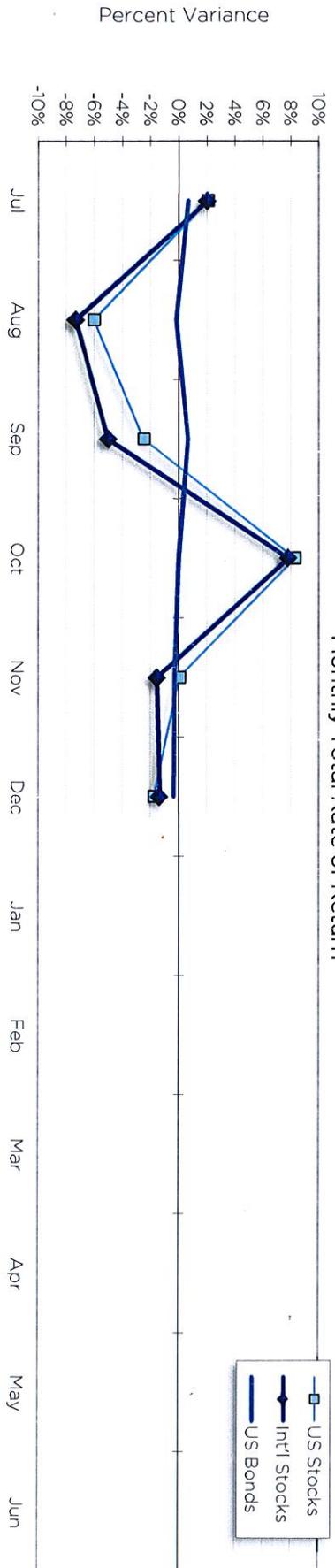


	FY15	FYTD16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26
<b>RBIF Portfolio</b>	2.563%	-1.210%										
<b>Benchmark</b>	2.643%	-1.105%										
<b>Yearly Variance</b>	-0.081%	-0.105%										

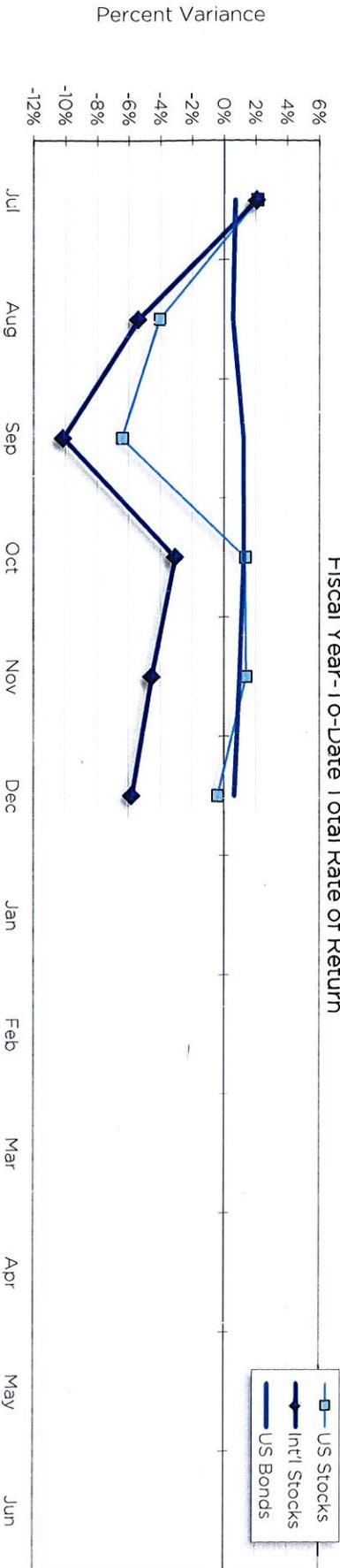
Benchmark: 49% S&P 500, 30% Barclays Aggregate Bond, 21% MSCI EAFE -- RBIF Returns are net of fees  
 FY 2015 Started for the month ending February 2015

Historical Total Rate of Return Performance - RBIF Indexes  
 12/31/2015

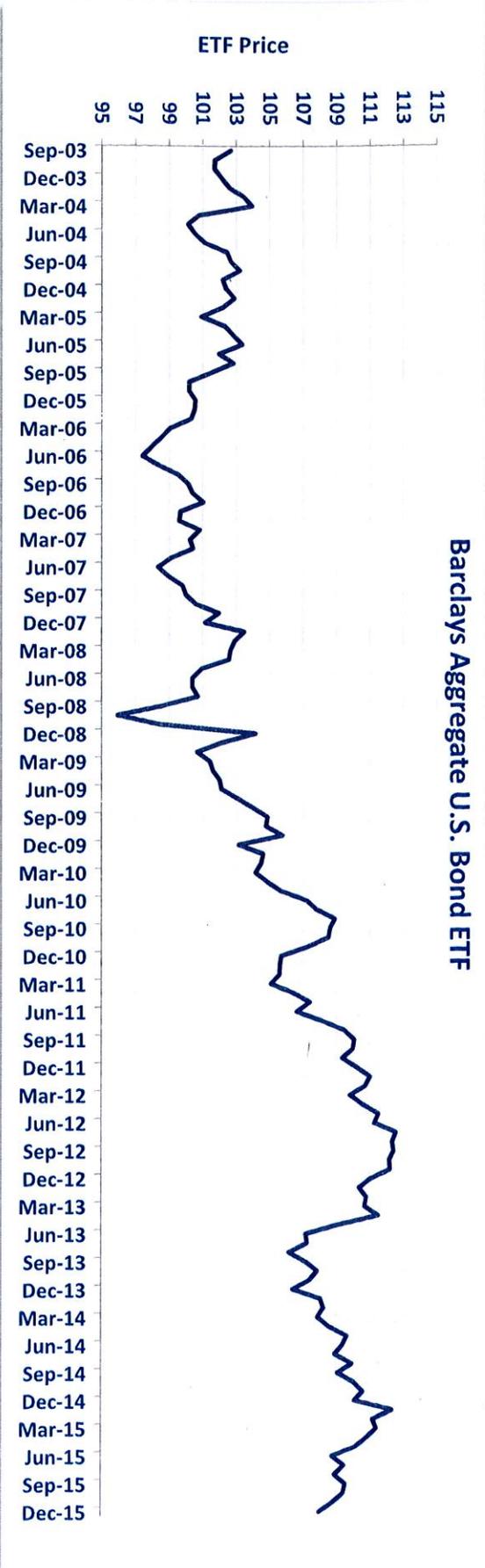
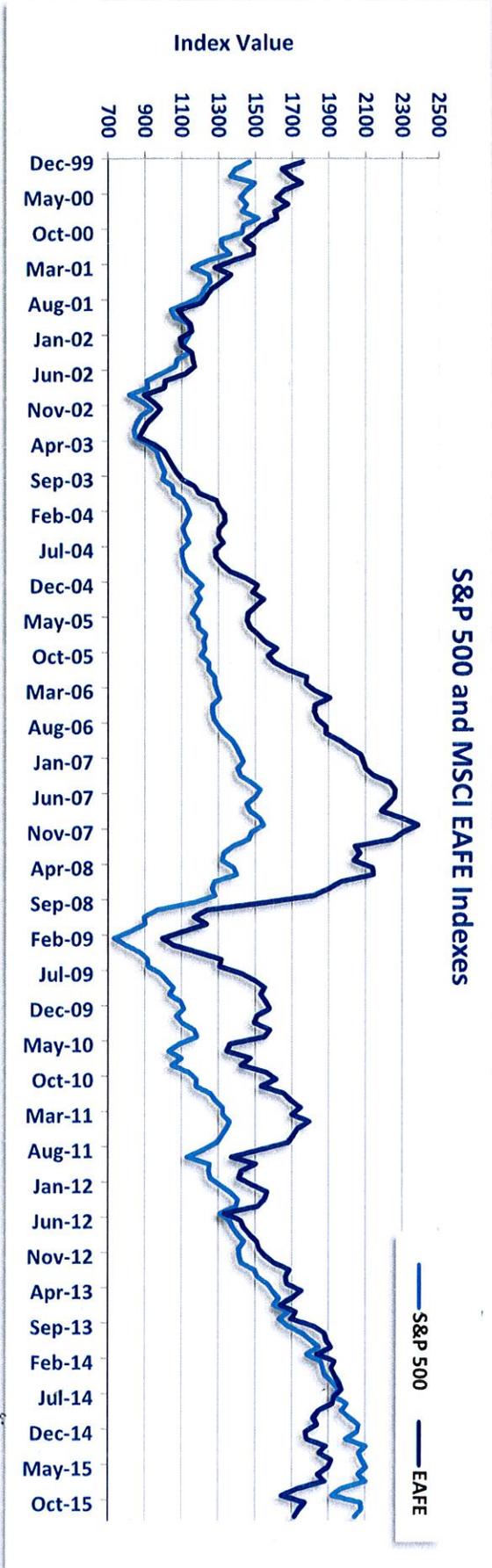
Monthly Total Rate of Return



Fiscal Year-To-Date Total Rate of Return



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
<b>U.S. Stocks</b>	2.094%	-4.056%	-6.428%	1.337%	1.388%	-0.389%						
<b>Intl Stocks</b>	2.083%	-5.365%	-10.103%	-3.061%	-4.524%	-5.788%						
<b>U.S. Bonds</b>	0.695%	0.550%	1.231%	1.248%	0.980%	0.654%						



Data Source: Bloomberg

**Report Source Data:**

Checking Account: Bank of America  
RBIIF: Bank of New York Mellon  
Benchmark: Bloomberg  
Clark County Investment Pool: FTN Main Street

**RBIIF Information:**

RBIIF investments are overseen by Nevada PERS personnel  
Investment object is to generate an 8% long-term return, exceeding CPI by 4.5%  
Asset classes will be rebalanced according to range triggers shown on page 2  
Rebalancing funding source/destination shall be those asset classes furthest away from their targets

**Glossary:**

S&P 500: S&P index capturing large-cap U.S. based companies  
MSCI EAFE: MSCI index capturing large and mid-cap equities across developed markets in EAFE (Europe, Australasia, and the Far East), excluding the U.S. and Canada  
Barclays Aggregate Bond: Barclays index which tracks an index of U.S. investment-grade government (including mortgage-backed) and corporate bonds  
ETF: Exchange traded fund, is a marketable security that tracks an index, such as the Barclays Aggregate Bond Index  
Investment Pool: Short-term, high quality fixed income pool overseen by the Clark County Treasurer

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