

**YORK AREA UNITED FIRE AND RESCUE COMMISSION
FIRE PENSION BOARD**

**AUGUST 15, 2023
APPROVED**

The York Area United Fire and Fire Pension Board meeting on Tuesday, August 15, 2023 at 6:30 p.m,
York, PA 17402.

MEMBERS IN

ATTENDANCE: Deb McCune, Vice Chairperson, Manchester Township
Andy Seebold, Treasurer
Thomas Gwilt, Secretary, Spring Garden Township
David Detwiler, Spring Garden Township
George Dvoryak, Springettsbury Township
Charles Wurster, Springettsbury Township
John Inch, Manchester Township

NOT PRESENT: Dan Rooney, Chairman, Spring Garden Township

ALSO IN

ATTENDANCE: Daniel Hoff, YAUFR Chief
Walter Tilley, Solicitor
Lester Rhoads, Pension Board Rep.
David Kane, Pension Board Rep.
Annette Hose, Fulton Financial Advisors
Jeff Taylor, Fulton Financial Advisors
Sue Sipe, Stenographer

1. CALL TO ORDER

MCCUNE Vice Chairperson McCune called the York Area United Fire and Rescue Pension meeting to order. She led the Pledge of Allegiance. A quorum was established.

2. COMMUNICATION FROM CITIZENS

There was none.

3. CORRESPONDENCE AND OTHER COMMUNICATIONS

- A. Acknowledge Receipt of Fulton Financial Trust Report for May 2023
- B. Acknowledge Receipt of Fulton Financial Trust Report for June 2023
- C. Acknowledge Receipt of Fulton Financial Trust Quarterly Report for April – June 2023
- D. Acknowledge Receipt of Fulton Financial Trust Report for July 2023

**MR. DVORYAK MOVED TO RECEIVE THE DOCUMENTS A THROUGH D AS LISTED.
MR. WURSTER WAS SECOND. MOTION WAS UNANIMOUSLY CARRIED.**

4. REPORTS FROM FINANCIAL ADVISORS

- A. Fulton Financial – Investment Presentation – a copy of the report was submitted to the Commission members.

HOSE Ms. Hose reported on the accounting portfolio for the second quarter of 2023.
- As of April 1, 2023 the portfolio was \$6,400,745.00

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- Total receipts - \$305,926 from investment income earned and realized and unrealized gains
- Disbursement for the quarter \$87,166.88
- Pension payments for the quarter totaled \$76,070.49
- Portfolio as of June 30, 2023 - \$6,619,505.35

TAYLOR

Mr. Taylor provided a summary of the quarter from Page 2 of the report

- Target is approximately 65% equities
- At the end of June – 63.7%
- As of today – 64.6%
- Fixed income – 27.5% target
- Underweighted in the past year with a higher allocation to cash
- Alternatives – 4.8% - Target is 5%
- Second quarter began 6.4%
- Net contributions less withdrawals \$68,000 net
- Earned income interest dividends vs. market appreciation - \$297,000 in return
- Gross fees – 4.69%
- Net of fees – 4.52%
- Index – 3.71%
- YTD – Net contribution withdrawals \$132,000
- \$579,000 in interest dividends and appreciation for the first 6 months
- Resulted in 9.5% return for the first 6 months
- Gross 9.1% net of fees
- Currently gross basis – 10.08% on a net return up 9.59% YTD Benchmark 9.5%

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- Equity side – 64.6% - continue to be slightly underweight
- Fixed income – 3-4%
- Cash money market – 5.27%
- Anticipate next year money market – 4%

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- Overweight in large cap vs. mid and small
- Style basis overweight growth vs. a blend style
- Large cap growth over 33% this year
- Vanguard growth index – over 30%

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- Covering fixed income – individual bonds
- Utilize Federated to manage it
- Estimated income \$900,000
- Income \$33,300 - January was \$29,000
- AA rating of all investments
- Average maturity – 6-3/4 years - January was at 5.9 years
- Duration is about 5.75 years – January was at 4.9 years
- Benchmark for the fixed income is U.S. Aggregate Index – duration is almost 6.3 years

Page 6 – 8 – Current holdings

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- Growth analysis back to 2018 year by year showing returns and benchmark
- Discussed getting back to high watermark – January 2022
- 10% return to get back to the high watermark and cover the distributions going out during the last 2 years

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- Page 11 - June 30, broken down by asset class and each investment within the asset class
- Cash for the quarter – 1.15%
- Money market as of today earned 2.9%
- Anticipates getting close to 5% return for the year
- Fixed income – interest rates rose – portfolio was down .24%
- U.S. Ag down .84%
- YTD basis fixed income up 2.68%
- Equities for the quarter – up 7.3%
- Benchmark 6.1% - ahead over 1%
- YTD up 13.65%
- Equities as of today up 14.86%
- S&P 500 value up 12% and the Russell 1000 value (Vanguard value index) up 2.5%

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- Strategic Growth Portfolio up 33.79%
- Combined small-mid caps up 9% YTD
- International merging markets up 10% for the quarter - up 13.8% for the first 6 months

Mr. Taylor offered to address any questions.

WURSTER Mr. Wurster asked if it would make sense to expand the amount of fixed income as a percentage of the portfolio going forward.

TAYLOR Mr. Taylor stated there is a better case for that now than it was 1-2 years ago. He noted they do want to start putting more into fixed income. He would need to investigate to determine what the right number would be.

McCUNE Vice Chairperson McCune thanked Ms. Hose and Mr. Taylor for their report.

5. ACTION ON MINUTES

A. Approval of Minutes: May 16, 2023 – Pension Board Meeting

HOFF Chief Hoff noted a correction was made to the minutes to indicate Seth Byers as an intern and not an attorney.

MR. RHOADS MOVED TO APPROVE THE MINUTES OF THE MAY 16, 2023 PENSION BOARD MEETING AS AMENDED. MR. KANE WAS SECOND. MOTION UNANIMOUSLY CARRIED.

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6. OLD BUSINESS

There was no Old Business.

7. NEW BUSINESS

There was no New Business.

8. COMMITTEE REPORTS

There were no committee reports.

9. COMMITTEE MOTIONS

There were no committee motions.

10. ADJOURNMENT

MCCUNE Vice Chairperson McCune adjourned the meeting at 7:06 p.m.

Respectfully submitted,

Signature on file at YAUFR Headquarters

Thomas Gwilt
Secretary

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