



LEXTRAN EMPLOYEES CONTRIBUTORY PENSION PLAN AND TRUST PENSION COMMITTEE MEETING

200 WEST LOUDON AVE, ROOM 110
LEXINGTON, KY 40508

Meeting is available via WebEx upon request.

November 9, 2021

10:00 a.m.

AGENDA

- | | | |
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| I. | Call to order | 10:00 |
| II. | Approval of Minutes | 10:00 – 10:05 |
| | a. August 10, 2021 Meeting | |
| III. | Fund Performance Report from Mariner Wealth Advisors | 10:05 – 10:35 |
| IV. | Old Business | 10:55 – 11:00 |
| V. | New Business | 11:00 – 11:05 |
| VI. | Adjournment | 11:05 |

PENSION COMMITTEE MEETING

MINUTES

August 10, 2021

EMPLOYEE REPRESENTATIVES PRESENT

Darrell Sebastian, Operator

Ed Adkins, Operator

EMPLOYER REPRESENTATIVES PRESENT

Fred Combs, Director of Planning, Technology & Community Relations

Nikki Falconbury, Director of Finance & HR

Rick Christman, Lextran Board of Directors

OTHERS PRESENT

Byron Robinson, Lextran Assistant General Manager

Stephanie Hoke, Lextran Finance Manager

Alan Jones, Lextran Systems Administrator

Noena Zerna, Lextran Marketing & Communications Coordinator

Pamela Thompson, Mariner Wealth Advisors

Matthew Bitter, Mariner Wealth Advisors

Steve Osbourne, Osborn, Carreiro & Associates

APPROVAL OF MINUTES

Ms. Falconbury called the August 10, 2021, Lextran Pension Committee meeting to order at 10:00 am. Ms. Falconbury checked the attendance and noted that quorum was achieved. Mr. Sebastian requested a revision to the minutes from May 11, 2021, to include a question that he presented asking if the pension fund was insured. Mr. Sebastian's question was answered by Mr. Osborn at the May 11, 2021 meeting stating that it is not insured; governmental plans are not insured by the Pension Benefit Guarantee Corporation (PBGC) and that is why it is important to stay adequately funded. Upon a motion by Mr. Christman, with a second by Mr. Combs, the minutes of May 11, 2021, were unanimously approved.

FUND PERFORMANCE REPORT FROM MARINER WEALTH ADVISORS

Ms. Thompson and Mr. Bitter from Mariner Wealth Advisors reviewed the quarterly report for the period ending July 31, 2021. Mr. Sebastian asked for Ms. Thompson to explain the performance benchmarks. Ms. Thompson replied that when looking at overall investments there are certain index returns that can be used to judge parts of the performance. She continued with these are a high-level guideline to what is suggested for US equities. Mr. Sebastian asked if Lextran's equities are supposed to be equal to the benchmarks provided. Ms. Thompson replied that it gives an idea for staying consistent with the benchmarks. Mr. Sebastian asked if Lextran is meeting the performance benchmarks. Ms. Thompson replied that the information would be reviewed next in the presentation.

The average long-term investment return was 11%. The market value of the total portfolio was \$19,205,710. Mr. Christman asked if the Lextran's return in the year 2020 exceeds the Standard & Poor's (S&P) equity benchmark. Ms. Thompson stated that it was exactly on the benchmark, in 2020 the Lextran



equity return was 18.4% and the S&P benchmark shows 18.4%. She did continue to say that Lextran's equities are not only invested in "S&P like" investments but do include other types such as international and small capacity. She said when you include the different types of equities, it would show Lextran is at or above the benchmarks.

Mr. Combs clarified the portfolio activity summary on January 1, 2019, the value was \$12,252,056 and is currently \$19,205,710. He states that is roughly a seven million dollar increase in two and a half years and shows an incredible increase over that timeframe.

OLD BUSINESS

Ms. Falconbury gave a summary of the request for proposal that was completed for the investment services. It was awarded to Mariner Wealth Advisors for another five (5) years.

NEW BUSINESS

The current date for the next Lextran Pension Committee meeting is scheduled to be held on November 9, 2021, at 10:00 AM.

ADJOURNMENT

There being no further business to come before the Lextran Pension Committee, a motion was made by Mr. Combs to adjourn, Mr. Christman seconded. The meeting was adjourned by consensus at 10:30AM.