

**Warwick Township
Financial Advisory Committee (FAC) Meeting Minutes
August 18, 2022**

Members Present:

Bob Fitt
John Ramey
Paul Hunzecker
Ed Dixon
Jon Fioranvanti

Township Representatives:

Becki Wilhelm
Kari Cunningham
Kyle Seckinger

CBIZ InR Representatives:

Mike Glackin, CFP, AIF
Jeffrey M. Hugo, AIF, CLU, CEBS, ChFC

Main Meeting Room

12:00 PM: Discussion of the Warwick Township Pension Plan results:

Mike started off talking about inflation stating that it is not long term. To always keep long term in mind when investing.

YTD as of 6/30/2022 – 16.85 overall down for both plans. Bond market down 10% and stock market down 20%. Overall, plans are up 6% since inception. Up 12.91% since last year. The valuation is from the 2021-2022 performance. YTD, plans are 10 basis points better than stock and bond market because of rebalancing the funds.

After second quarter, funds were rebalanced to shorten duration. Rates are expected to be raised. International exposure was reduced, and the plans are now reflecting 30% international and 70% domestic. The benchmark is 45% international.

As of last night, 10.83% down. Overall, 12.22% down for the bond market, and 12.97% down for our bond portfolio.

Looking for higher return than it's shown in the past. Interest rates are still lower than the median 7.5%. CBIZ rebalanced the portfolios and they are now reflecting 72% equities. Bonds were sold and stocks were bought cheaper. They will rebalance as needed quarterly. As time goes by, equities are better to have in a portfolio.

Jon stated that stocks do better than bonds in 10 years. He thinks plans would be able to hit 7% assumed interest rate with more equities and less bonds.

Bob Fitt asked to have stocks, bonds, etc. listed as categories together and not separate in current report. The current quarter is listed this way on page 7-10.

Bob Fitt asked why not invest in Ishares TR that trade in high yield? Mike stated that they are not available at this time.

Bob Fitt questions why is there so much of the portfolio in bond funds when they are volatile and risky right now. What about 75% stock funds and 25% bond funds?

Jeff and Mike left the meeting at 12:42PM.

Meeting was called to Order at 12:42 PM by Ed Dixon.

The minutes of the May 19,2022 were approved by Bob Fitt and seconded by John Ramey.

12:55 PM A motion to adjourn was made by John Ramey and seconded by Bob Fitt.