

MINUTES OF THE LOCAL FINANCE BOARD OF THE  
RICHMOND METROPOLITAN TRANSPORTATION AUTHORITY  
HELD JUNE 12, 2018

The meeting of the Local Finance Board (LFB) of the Richmond Metropolitan Transportation Authority (RMTA) was held on June 12, 2018. The meeting was called to order by Reverend Nelson at 11:30 a.m. in RTMA Central Office in the City of Richmond, Virginia, pursuant to due notice. The following members of the Local Finance Board were present: Chairman Tyrone Nelson, Joi Dean, James Madison, Lane Ramsey, Marvin Tart, and Marilyn West. Also in attendance was Leslie Mehta from RMTA staff.

Mr. Nelson served as Chair of the meeting and Mr. Madison as Secretary. Upon motion duly made, seconded and unanimously carried by the affirmative votes of all of the Directors noted above as being present, the minutes of the December 12, 2017 meeting were approved in the form as previously distributed.

Mr. Madison then discussed the financial update, providing an overview of the reports on the OPEB Trust Investment, quarters ending December 31, 2017 and March 31, 2018 provided to members in advance of the meeting. Per the March 31, 2018 report, total assets (Portfolio I) of the Trust totaled \$802.2 million, compared to \$801.0 million the previous quarter. The funds had a (0.2%) rate of return for the quarter and 10.4 % for past twelve months. Returns were above the quarter's benchmark of (0.5%) and above the twelve-month benchmark return of 10.2%.

Mr. Madison also relayed the overall fund investment performance and returns specific to the Authority's portion of the fund. At March 31, 2018 the market value per share of \$16.86 resulted in an investment of \$3,876,889. Mr. Madison noted this was a slight decrease from the previous quarter market value per share of \$16.87 and \$3,880,234 investment.

Mr. Madison then presented a 3-year performance analysis in response to a request for a longer performance outlook by Mr. Ramsey from the last LFB meeting. It was noted that the rate of return over the most recent 3-year period was 8.5% versus the target rate of 7.5%. This factor has contributed to the RMTA OPEB liability being funded at 93% as of the June 30, 2017 actuarial valuation.

There being no further business to come before the meeting, the meeting was thereby adjourned by Mr. Nelson at 11:50 a.m.