

Town and Police Pension Boards

April 21, 2015

Room 206 4:00 PM

CALL TO ORDER

The meeting was called to order by Kelly Galvin 4:00 pm. Attendance was as follows:

- For the Town Board: Kelly Galvin (chair), Jack Whitehead, Bruce Sargent, Tony Yezzi, Jon Zagrodzky.
- For the Police Board: Kim Huffard, Ray Osborne (chair), Jon Zagrodzky. Absent: Paul Johnson, Tom Joyce
- Others: Karl Kilduff, Town Administrator; Kate Buch, Director of Finance

INVESTMENT MANAGEMENT REPORT

John C. Forelli, Managing Director at Boston partners, joined the meeting to present recent investment performance. Highlights:

- Board members requested the inclusion going forward of net (in addition to gross) equity performance figures in the investment summary.
- The portfolio remains at a 60/40 equity/bonds investment mix. Equities look expensive (particularly small cap stocks), but fixed income investments appear even more challenging given the prospect for higher interest rates. Mr. Forelli did not recommend any strategy changes.
- Board members asked about recent changes in holdings and about concentrations in particular sectors and stocks. Investment performance attribution was also reviewed.
- Mr. Forelli was asked about General Electric's decision to essentially disband GE Capital and sell the assets. He thought it was a good idea but worried that some of the assets could end up with "less transparent" owners, which would make oversight more difficult.

DISCUSS AND TAKE ACTION ON POSSIBLE REVISIONS TO RETIREMENT APPLICATION AND REFUND FORMS AND PENSION MANUAL

Kate Buch will send hard copies of the proposed revisions. The matter was tabled until the July meeting.

DISCUSS AND TAKE ACTION ON RETIREMENT APPLICATIONS

The Boards discussed the Town applications (which Tony Yezzi reviewed in advance) and the Police applications (which Jon Zagrodzky reviewed). Tony explained the gross and net amounts in one application; Jon confirmed a 75% survivor benefit in a Police application. Tony Yezzi moved approval for the Town; Ray Osborne for the Police – passed unanimously.

APPROVAL OF MINUTES

The January 20, 2015 minutes were reviewed. Jon Zagrodzky moved approval with edits for both Boards; passed unanimously (Bruce Sargent abstained due to absence).

CALENDAR

It was noted that several Board members would be unable to attend the next meeting, which is scheduled for July 21, 2015. Jon Zagrodzky agreed to look into an alternative date.

ADJOURNMENT

There being no further business, Jon Zagrodzky moved to adjourn both Boards; passed at 4:52 pm.

Respectfully submitted: Jon Zagrodzky, Clerk

Next meeting: TBD