

RECEIVED
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THE MINUTES
OF THE
REGULAR MONTHLY MEETING
OF THE CONTRIBUTORY RETIREMENT BOARD
OF THE
TOWN OF BELMONT

2015 OCT 21 PM 3:46

May 28, 2014

The meeting was called to order by Vice-Chairman Thomas Gibson at 8:15 A.M. in Conference Room #2, Town Hall. Board members present were:

Thomas Gibson, Vice-Chairman Chitra Subramanian, Ex-Officio
James Sloman, Appointed Member

Attorney James Quirk, Board Attorney, and Scott Driscoll of NEPC, with Adrian Schultes, CFA of Scout Investments were present.

Mr. Schulties gave his Firm's highlights. Scout bought REAMS Asset Management. It is running its own business. He talked about Scout's philosophy. "Many investors define risk as volatility or tracking error versus benchmark. Scout defines risk as permanent loss of principal or the inability to meet investment objectives". Their focus is on creating a diversified bond portfolio to outperform over market cycles. Scout's objective seeks a high level of total return consistent with the preservation of capital. They are very conservative and have done very well.

Scott gave the NEPC report for the first quarter. The fund is up 2.4% year to date. PIMCO is up 5.4%, performing well. Private equity is up 6% through May. The equity market is down. Emerging markets up 3.9%, domestic markets up 2% year to date. The composite value is \$80,737,490. The fund is in good shape. Scott said that SCOUT has done what we wanted them to do. Clients more conservative.

Mr. Gibson said that Vanguard is trying to come in to Massachusetts (Foundations) Pension Funds, but after looking at 23B they were not interested.

Mr. Quirk talked about PERAC MEMO #17, IRS Private Letter Ruling dated August 20, 2013 Accidental Disability, Option C survivors are not includable in taxable income.

The case of Retirement Board of Somerville VS John Buonomo & Others, Supreme Judicial Court 11413. It could be very bad. His conviction involved violations of the laws applicable to his office or position as a Register of Probate, he nonetheless forfeited his entitlement to a retirement allowance from the Retirement Board of Somerville related to his prior service as a member of the Board of Aldermen.

Mr. Quirk advised the Board that PERAC Chairman Domenic Russo has passed away. Vice Chairman Gerald McDonough will be Acting Chairman.

Upon a motion duly made and seconded it was unanimously VOTED to schedule the next two monthly meeting's for June 25, 2014 and July 22, 2014.

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Upon a motion duly made and seconded it was unanimously VOTED to approve the Minutes of May 28, 2014.

Upon a motion duly made and seconded it was unanimously VOTED to approve Warrant #1405 in the amount of \$885,892.99.

Capital Call request from HarbourVest, Dover Street, VIII L.P. in the amount of \$90,000.00. It was unanimously approved by the Board.

Approved the monthly statements of:

- a. Atlanta Capital
- b. AEW Core Property Trust
- c. Mondrian Investment
- d. PIMCO
- e. Rothschild Investment Management
- f. PRIT Fund
- g. SCOUT
- h. HarbourVest

A motion was duly made and seconded to adjourn the meeting at 9:15 A.M.

A true copy

Attest:

CHAIRMAN

VICE-CHAIRMAN

EX-OFFICIO

ELECTED MEMBER

APPOINTED MEMBER

[Signature]
[Signature]
Chitra V. Subramanian
 6/23/14