

RECEIVED
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BELMONT, MA

MINUTES
OF THE
REGULAR MONTHLY MEETING
OF THE
BELMONT CONTRIBUTORY RETIREMENT SYSTEM

2015 OCT 21 PM 3:37

AUGUST 25, 2014

The meeting was called to order by Chairman Rosario Sacco at 8:20 A.M. in Conference #2 Belmont Town Hall. Board members present were:

Rosario Sacco, Chairman
Chitra Subramanian, Ex-Officio

Thomas Gibson, Vice Chairman
Walter Wellman, Elected Member

Doug Moseley of NEPC, LLC, the Board's Consultant and Attorney James Quirk, the Board's Attorney were also present.

Garrett J. Bradley and Ned Weinberger of Labaton Sucharow, LLP, Monitoring of Funds, were here to give an overview of the litigation filed against RLI Corp. It is not a fraud case, RLI needs to explain the granting of options to shareholders. Board of Directors voted to re-price stocks. Share holders filed litigation in Chicago.

Tom Gibson noted that this is time sensitive, some guidance has to be given to Board. After discussion regarding going to trial on this matter, Tom made a motion to go into Executive Session.

Mr. Sacco, yes, Mr. Gibson, yes, Ms Subramanian, yes, Mr. Wellman, yes

Mr. Bradley discussed the decision. He stated that it is a Corporate Governance issue for our Board. Mr. Weinberger stated that RLI made an amendment to share holders plan to ratify to reprice stocks. Mr. Gibson asked Ned, what is it the Board said to this, what did you get from it? He said the one critical thing was the stock holders should be able to vote on a change. Belmont would be doing a good thing for all investors of RLI. Mr. Bradley stated that there would be no cost to the Retirement Board. These cases are good for Investors to do.

Mr. Bradley stated that they have an in house team – "Fund Litigation". No financial loss for the Board

Doug Moseley gave out the NEPC update for second quarter. He pointed out that the Fed has delivered relatively unified messages on the pace of taper and thoughts on US economy, however significant uncertainty remains on pace of raising the target Fed funds rate, though markets expect rates to rise, pace and path are unclear". Doug said that almost all Fed Board Members say their policy was in agreement last year, this year no agreement, next year, agreement.

Doug said it makes sense to rebalance this quarter, put more money in Real Assets. We are in the top 1/3rd. PRIT doing a little better. Our return of 13.5% is in top percentile, ahead of PRIT, ahead of our peers. Rebalance next meeting.

MINUTES OF
AUGUST 25, 2014
Page two

Custodian numbers are Book Value, more accurate to do monthly, not quarterly (PERAC).

We are down 1.1% for month. Year to date up 4.3%. All classes have been positive year to date.

Legislation on Fossil Fuel, safe at least this session.

Mr. Quirk reported on the following:

Supreme Judicial Court	Randall & Another vs Haddad & Others
PERAC MEMO #26/2014	Electronic Document Submission Training
PERAC MEMO #27/2014	Applicability of IRS PLR Regarding Taxation
PERAC MEMO #28/2014	COLA Increase for Supplemental Dependents
PERAC MEMO #29/2014	Chapter 165 of the Acts of 2015- Pension provisions

Mr. Quirk told the Board that the Dedham Retirement Board had submitted an Article for Town Meeting and the Selectmen changed the wording of the Article before it went to Town Meeting.

The Board talked about going to Town Meeting for approval to increase COLA base.

Have Cathy and Doug come to meeting with Town Meeting Members, in October.
invite Town Administrator David Kale to come to next Board Meeting.

A motion made, seconded and it was unanimously VOTED to approve the Minutes of July 21, 2014.

A motion made, seconded and it was unanimously VOTED to approve Warrant #1408 in the amount of \$933,068.45.

A motion made, seconded and it was unanimously VOTED to grant Superannuation, Option C, August 31, 2014 Retirement to John McDonough, Cemetery Department, 37 years 6 months creditable service.

A motion made, seconded and it was unanimously VOTED to grant membership to Martin Cloherty, Council on Aging Driver, July 7, 2014.

Note the death of Retired Fire Captain Edward (Paul) Doherty, on July 26, 2014.

Managers Monthly Statements:

- a. Atlanta Capital -- Second Quarter 2014
- b. AEW Core Property Trust -- Second Quarter 2014
- c. Mondrian Investments
- d. PIMCO
- e. Rothschild Investment Management
- f. PRIT Funds
- g. SCOUT
- h. HarbourVest
- i. Scott + Scott Quarterly Review

MINUTES OF
AUGUST 25, 2014
Page three

A motion was made and seconded to schedule the next meeting for September 29, 2014.

A motion was made and seconded to adjourn the meeting at 10:00 A.M.

A true copy

ATTEST:

Joanne A. Succor
CHAIRMAN

Shirley V. Subramanian
VICE CHAIRMAN

Walt H. H. H. H. H.
EX-OFFICIO

Walt H. H. H. H. H.
ELECTED MEMBER

Walt H. H. H. H. H.
APPOINTED MEMBER