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MINUTES OF
THE
REGULAR MONTHLY MEETING
OF THE
BELMONT, MASS. CONTRIBUTORY RETIREMENT SYSTE

September 29, 2014

The meeting was called to order at 8:15 A.M. by Chairman Rosario Sacco. Members present were
Rosario A. Sacco Chairman Thomas F. Gibson, Vice Chairman
Chitra Subramanian, Ex-Officio Walter Wellman, Elected Member
Jim Sloman, Appointed Member

The Board met with David Kale, Town Administrator to discuss the October 20, 2014 meeting with Town Meeting Members and Board of Selectmen at the Beech Street Center, to discuss the Pension and OPEB benefits. Also at this meeting was Town Treasurer Floyd Carman. State Senator Will Brownsberger and State Representative Dave Rogers will also be part of the panel. David told the Board that there is a Financial Task Force formed. One challenge is doing a 4 to 5 year projection.

Mr. Kale stated that the Retirement Board has been helpful to the Town by staying within their means. He wants to get numbers buttoned down. Mr. Sloman asked why not go out 10 years to 2037? He also asked why we were not funding OPEB now by issuing a bond. These questions were discussed. The October 20th meeting called by the Selectmen will give Town Meeting Members more answers

Town Treasurer Floyd Carman gave information about the meeting. How long the speakers can talk, 20 minutes. There will be a panel for the TMM to ask questions. Tom said basically it will give a fresh perspective. He told the Board that Kathy Riley of Segal Co. will be at the meeting. He asked if the TMM were interested in our investments and the Town's AAA rating. Floyd said there is a core group who don't want to listen. Floyd said there is one person, a 35 year banker, new to Town and newly elected TMM who has been asking questions. Tom said there is no legislation to allow going out for a loan for OPEB. Bonds are taxable. Floyd explained the borrowing would add to the tax bill. They are being confronted by a new High School.

Tom will have a conference call with some of the panel on Wednesday. The Board Members should be at the meeting on October 20th.

Scott Driscoll of NEPC, LLC told the Board that we have been ahead of PRIM for 10 years.

A discussion on the Governor's race. If Charlie Baker gets in, there will be just one system. The individual systems will be joined into one. Mr. Quirk stated that if we go to one system, there will be one thousand more employers. For TMM the Schools are the most important.

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Roy stated that our investments are up to \$83 million, up from \$3 million when he was first elected. We pay more than Social Security and the Town would have to match the funds.

Mr. Mark Davidson from AEW came to the meeting to give an update on AEW. We are invested in their 6th Fund. Fund well positioned, will have a return of 80% by 2015. This fund is in really good shape.

Tom asked Scott about Equities Managers. They are not performing well, Atlanta large cap exposure. will send a more detailed report on the large cap. Small cap doing well. A motion was duly made and seconded and it was VOTED to request NEPC provide a report on Atlanta Large cap. Rothschild is significantly overweight. Take 1 million out of Rothschild.

Walter asked for a dollar figure if we went in to PRIM, Scott will do a report for next meeting.

PERAC sent a letter to the Board regarding an incident involving Fire Fighter David Toomey. After reading the letter the Board stated that it does not involve the Retirement System and advised that this letter be placed in FF Toomey's file.

Mr. Quirk talked about the following:

- a. First Pre-Hearing Order (DALA) Michael McHugh (Retired P.O.) may not hear more
- b. Crab Decision, Michael Haley vs Plymouth Retirement Board
- c. Crab Decision, Michael Haley vs Plymouth Retirement board
- d. Ronald T. Garney vs MTRS
- e. Belmont – member going from full time to part time creditable service
- f. Fossil Fuel Divestiture Legislation – House No. 4354
- g. Jim Sloman email on Hedge Fund performance and CALPERS
- h. Letter from Joseph Connarton, PERAC to SCOUT – Annual disclosure form
- i. PERAC MEMO #30/2014 – Tobacco Company List

A motion was duly made and seconded and VOTED to approve the following Agenda items

- a. Minutes of August 24, 2014
- b. Warrant # 1409 in the amount of \$897,044.48
- c. Note death of Retired School Department custodian Michele Della Ghiesa
August 31, 2014 Option B – no Annuity Balance -retired August 31, 1999
- d. Grant refund to Jennifer Murphy terminated from Electric Light Department
3 years 8 months membership – refund of \$11,010.88
- e. Refunds to:

Kristen A. Eaton, School	\$346.05	Jill A. Horvitz	\$82.75
Daniel McManus	\$221.93	Cristin Menna LaPierre	\$17.0
Justin L. Poirier	\$627.113	Susan Santoro	\$110.59
Jeffrey M. Timmins	\$102.22		

Reminder – PERAC Meeting in Lexington, September 30, 2014 7 to 9 P.M. Selectmen's meeting room

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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

Next meeting -- October 14, 2014 at 9:00 a.m. Special Meeting
October 29, 2014

Adjournment: 10:00 A.M.

Barry G. Sacco

CHAIRMAN

[Signature]

VICE-CHAIRMAN

Chitra V. Subramanian

EX-OFFICIO

[Signature]

ELECTED MEMBER

APPOINTED MEMBER