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

JULY 21, 2014

The meeting was called to order by Chairman Rosario Sacco at 8:15 A.M. in Conference Room #2 Belmont Town Hall. Board members present were:

Rosario Sacco, Chairman	Thomas Gibson, Vice-Chairman
Chitra Subramanian, Ex-Officio	Walter Wellman, Elected Member
James Sloman, Appointed Member	

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

Doug stated that our investment will be up by 1.4 to 1.6%. Year to date up 5%. Doug stated that he talked to Atlanta Capital about Labaton Sucharow's notification of potential securities litigation matter involving RLI Corporation. "The Board holds 1,714 shares in the company through Atlanta Capital and has suffered losses due to alleged breaches of fiduciary duty to the shareholders arising from stock options provided to employees".

Labaton recommended that the Board file a shareholder class and derivative action against the board of directors (the "Board") of RLI Corp., a specialty property and casualty insurer located in Peoria, Illinois.

Mr. Quirk stated that there has been a change and you can't hold more than 100 shares. There was an action several months ago.

Jim Sloman asked if the Board has ever been a lead in such an action. Mr. Quirk advised inserting in the Labaton contract a statement indemnifying the Belmont Retirement Board. Jim Sloman is worried about a newspaper headline "Belmont Sues RLI". Walter asked "don't we have a fiduciary duty? Tom stated that we do have a responsibility-obligation to go after lost funds. There was substantial wrong doing by RLI.

Jim Sloman asked how many Retirement Systems invest in RLI. Mr. Quirk said that he has several Boards he represents. Cambridge is one. Mr. Sloman asked "what if we lose the suit"? It is a reasonable expectation.

Tom said that Belmont would be a class representative. There are no costs to the Board. Labaton would pay any costs. Labaton was just involved in the Haliburton case. They will explain Corporate Governance. Jim Sloman said that we follow the advice of our Consultant. Labaton has offered to have someone come to our next meeting. Chitra asked what the value of the stock is. \$70,000 to \$75,000.

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Chairman Sacco stated that the Board should go forward with the case. If we win the case the Public will be happy.

A motion was made to go forward with the case, it was seconded and VOTED, Mr. Sacco, yes, Mr. Gibson- yes, Ms Subramanian – yes, Mr. Wellman – yes, Mr. Sloman – yes. We will have someone come to our next meeting from Labaton

Doug told that Board that he has been appointed to the NCPERS Advisory Board to the President.

Mr. Quirk talked about

- a. James Zavaglia vs Gloucester Retirement Board – Purchase of creditable Service at a time when the individual making the request was not a member in service of a retirement System.
- b. PERAC MEMO #21/2014 - Concurrent Benefits - two people can concurrently receive a benefit on one member's account. Going forward cannot provide 2 benefits.
- c. PERAC MEMO #22/23/2014 – Member Training 3rd Quarter 2014
- d. PERAC MEMO #24/2014 - Changes to Cash Book entries (correcting errors)
- e. PERAC MEMO #25/2014 - Reinstatement to Service under S105

Upon a motion duly made, seconded and VOTED unanimously to approve the Superannuation Retirement of DPW Employee James Busa effective July 31, 2014 – Option C – employed 45 years 1 month.

HarbourVest Capital Call (Dover Street VIII) 2% or \$23,294.00 by July 25, 2014

Upon a motion duly made and seconded it was unanimously VOTED to approve the Minutes of June 25, 2014

Upon a motion duly made and seconded it was unanimously VOTED to approve Warrant #1407 in the amount of \$824,620.94.

Managers Monthly Statements:

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

Scott + Scott Quarterly Review

Chitra said that the Auditors have completed their Audit. Mr. Gibson made a motion to Acknowledge Powers & Sullivan report

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A motion was duly made and seconded and VOTED to schedule the next monthly meeting for August 25, 2014 at 8:15 A.M.

A motion was duly made and seconded and VOTED to adjourn the meeting at 9:20 A.M.

A true copy

ATTEST:

Cosmas A. Santos
CHAIRMAN
[Signature]
VICE-CHAIRMAN
Chitra V. Subramanian
EX-OFFICIO
Walt Williams
ELECTED MEMBER

APPOINTED MEMBER