1. OPEB Trust Board Meeting Documents

   Documents:

   APPROVED_OPEB_TRUST_MTG_MINUTES_04-29-15.PDF
   OPEB_TRUST_MTG_AGENDA_04-29-15.PDF
TOWN OF GREENWICH

OPEB Trust Board Meeting Minutes
8:30 A.M. Wednesday, April 29, 2015
Mazza Room
First Floor, Town Hall

Present:

Trust Board: Robert Stricker, Chairman, William Ferdinand
Phil Skidmore

BET Attendees: William Drake, Art Norton

Staff: Peter Mynarski, Comptroller and ex-officio member of the
OPEB Trust Board, Kathleen Murphy, OPEB Board Trustee

The meeting was called to order at 8:37 A.M.

1. Approval of January 8, 2015 OPEB Trust Minutes

Upon a motion by Mr. Ferdinand, seconded by Mr. Skidmore, the Board
voted 3-0 to approve the January 8, 2015 Minutes.

2. Review Performance of Trust and Rebalancing

Ms. Murphy distributed the March 2015 OPEB Investment Performance report and related
materials. She commented that the portfolio had assets totaling $22,817,267 at the close of
March 31 2015. Her report indicated that the portfolio was down (-0.88%) for the month, with a
loss of ($203,481). The portfolio was in line with its benchmark.

For the first quarter of the year, the portfolio was up 1.10%, 20bps lower than the benchmark;
for the month of March, the fixed income allocation was up 0.51% beating the benchmark by
31bps, while for the first quarter, the fixed income allocation was up 1.64%, 64bps higher that
the benchmark. The portfolio’s equity allocation was down -1.32% in March beating its
benchmark by 27bps; for the first quarter, the equity allocation was up 0.93%, 44bps lower than
the benchmark.

A discussion of domestic equity performance and the MSCI Broad Market Index and the global
and MSCI All Countries World Index ex USA followed. The Trust Board reviewed the
performance of funds in the portfolio and Mr. Ferdinand commented that while the portfolio’s
performance was good relative to their indexes, it was not good in comparison to other funds.
He recommended that the Committee review the benchmarks to see if the comparison
continued to be valid.

The Trust Board examined the impact of its decision to change funds within PIMCO’s offerings
taken at its previous meeting. Anticipating an infusion of cash in July, Mr. Ferdinand noted that
cash investments equated to 7% of the portfolio currently. He asked fellow Board members to
consider how to define fixed income investments and asked what they considered to be the best
vehicle for 1-3 year investment. Murphy asked for recommendations for other cash funds.
Mr. Stricker suggested that a strategy for the July cash infusion should be set. Mr. Ferdinand proposed that 25% of July’s cash infusion remain in cash and despite the goal of balancing equity at 75% of the portfolio, the remainder should be invested in equities.

Rebalancing1 - The Board considered re-allocating underperforming holdings in Yacktman Focused Fund (YAFIX), S&P Value (SPDR) and S&P Dividend (SDY) since all were domestic equity funds, and index funds were performing better at less cost. The conservative and defensive positions of the funds being considered had less momentum and therefore less improvement.

Upon a motion by Mr. Ferdinand, seconded by Mr. Skidmore, the Trust Board voted 3-0 to liquidate positions in YAFIX, SPYD and SDY and invest in Vanguard S&P Index (VITSX).

After discussion, it was decided that no change in international equities was required at this time. Mr. Stricker suggested that as of April 30, 2015, some assets might be moved to Vanguard Short-Term Corporate Bond fund, (VSCSX).

3. **Update on action items from January 8th meeting**

Ms. Murphy reviewed findings on cash and alternative funds; she pointed out that some of the funds explored did not have the solid capitalization of their parent funds nor reflect their good ratings. It was decided that capital calls and risks inherent in alternatives did not meet TOG’s investment restrictions.

4. **Review selected funds for consideration (fixed income, currency hedged equity funds and others)**

The OPEB Trust Board reviewed its earlier interest in possibly investing in healthcare, and emerging markets as options for investments. Despite the healthcare sector’s current over-performance, it decided that healthcare was sufficiently represented in Vanguard index funds.

5. **New Business**

Discussion of topics for future meetings - Mr. Norton asked if Mr. Skidmore was interested in reelection to the Trust Board. Mentioning it was restricted to Greenwich tax payers, it was noted that Mr. Skidmore’s Greenwich business location qualified him for consideration.

The Board noted that given that the BET approval would be required at its July 20, 2015, Mr. Skidmore would need to be timely to schedule OPEB’s next meeting for July 10, 2015 to nominate and vote and seek IAC’s approval on the same date.

6. **Adjournment**

On a motion by Mr. Ferdinand, seconded by Mr. Skidmore, the Board voted 3 to 0 to adjourn the meeting at 9:55 P. M.
TOWN OF GREENWICH

OPEB TRUST MEETING

Wednesday April 29, 2015
8:30 AM

Mazza Conference Room
1st Floor, Town Hall

AGENDA

1. Approval of Minutes January 8, 2015 meeting
2. Review Performance of Trust and Rebalancing
3. Update on action items from January 8th meeting
4. Review selected funds for consideration (fixed income, currency hedged equity funds, and others)
5. New Business
   • Discussion of topics for future meetings
6. Adjournment