

TOWN OF GREENWICH
BOARD OF ESTIMATE AND TAXATION
Investment Advisory Committee

MINUTES – Evaristo Conference Room
10:00 A.M.

Friday – January 17, 2014

Present:

Committee Members: Bill Drake, Chairman, John Blankley,
Randall Huffman, Arthur D. Norton

Other Attendants: Peter Mynarski, Comptroller, John Chadwick,
Retirement Board Chairman, Sean Goldrick, BET
Member

The meeting was called to order at 10:05 A.M.

1. Review of Proposed Investment by the Retirement Board of up to \$13 million in the Senior Loan Fund of Loomis Sayles, as an amendment to the existing agreement with Loomis Sayles.

Mr. Chadwick, the Retirement Board Chairman, was in attendance and gave a brief presentation on the proposed Loomis Sayles investment. There was a general discussion on the potential risks of this type of investment including derivative and credit risks. The central question involved the fees associated with the proposed investment. It couldn't be determined what the actual fees were after reviewing the materials supplied by New England Pension Consultants (NEPC) and the Law Department. Mr. Mynarski volunteered to contact NEPC and obtain the fee structure.

Mr. Norton made a motion that the BET Investment Advisory Committee recommend to the full BET an initial investment of \$13 million in the Senior Loan Fund of Loomis Sayles, as an amendment to the existing agreement with Loomis Sayles and subject to confirmation of the fee structure, seconded by Mr. Huffman. The vote passed 4 to 0 in favor.

2. Review Approval of the Retirement System of the Town of Greenwich Actuarial Valuation as of July 1, 2013, to include the Assumed Investment Return Assumption.

Mr. Mynarski informed the Committee members that there was a presentation to the BET Budget Committee previously and that Committee voted 4 to 0 to accept the Retirement System of the Town of Greenwich Actuary Report with an assumed investment rate assumption of 7.25% moving down from 7.50%.

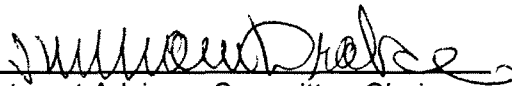
The overall discussions dealt with potential investment returns over future periods. Mr. Blankley and Mr. Huffman expressed their opinions of not being in favor of dropping the rate with Mr. Drake and Mr. Norton in favor of the reduction in the assumed investment rate. Mr. Mynarski reminded the Committee members that staying with the current rate

of 7.50% would allow for approximately \$1.4 million savings in the fiscal year 2014-2015 Budget.

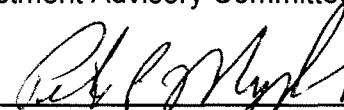
Mr. Norton made a motion to approve the July 1, 2013 Retirement Board Actuary Report with an associated reduction in the investment return assumption to 7.25% from 7.50%. Mr. Drake seconded the motion. The motion failed on a vote of 2 to 2 with Mr. Blankley and Mr. Huffman opposed to the reduction.

3. Adjournment

On a motion by Mr. Norton, seconded by Mr. Blankley, the meeting adjourned at 10:56 A.M. on a vote of 4 to 0.



Bill Drake, Investment Advisory Committee Chairman



Peter Mynarski, Recording Secretary