

**TOWN OF GREENWICH, CONNECTICUT
RETIREMENT BOARD**

August 10, 2017 Minutes – Mazza Meeting Room

The special meeting of the Retirement Board was called to order at 8:00 a.m.

In attendance were:

Members:	Joseph Pellegrino, Chairman Kevin Coyner (absent) Mark Kordick Peter Mynarski
Staff:	Atiya Jones, Retirement Administrator Natalia Yemets, Assistant to the Treasurer
Neuberger Berman:	Edward Berman Michael Savinelli
BET:	John Blankly
RTM:	Mike Wacek

INVESTMENTS AND PERFORMANCE

Presentation by Neuberger Berman

Mr. Savinelli presented the preliminary Performance Report Period Ending July 31, 2017. Mr. Savinelli provided an overview of the Executive Summary. As of today, the net performance has not been finalized due to lag reconciliation from State Street. The Retirement Board reviewed the position changes of the Asset Class Composition. The tactical tilt analysis will be provided quarterly unless a market event occurs that requires an immediate adjustment. Also, the tactical tilt analysis will align with the annual policy target allocation. Mr. Savinelli reviewed the allocation changes from June 30, 2017. Mr. Pellegrino would like the summary of the analysis for the selection of investment managers.

Mr. Savinelli presented the Pros versus Cons of the Retirement System utilizing National Financial Services LLC (“NFS”), a wholly owned subsidiary of Fidelity Global Brokerage Group, Inc. as the custodian. Fidelity will increase efficiency of financial and performance measurement reporting. Currently, there is a 10th business day waiting period State Street reconciliation, subsequently reports will be available to the Retirement Board on the 13th business day. Neuberger will have reports available on the 7th business day with Fidelity. Also, the Retirement Board will gain access to Neuberger’s external manager platform, and no custody fees will be incurred by the Town resulting in a potential savings excess of \$100,000.

Upon a motion from Mr. Mynarski, seconded by Mr. Kordick, the Board voted 3-0-0 approval to begin a custodial relationship with National Financial Services LLC (“NFS”), a wholly

owned subsidiary of Fidelity Global Brokerage Group, Inc. for the Retirement System, including any subsequent changes to the Investment Management Agreement acceptable to counsel to the Retirement Board.

Ms. Jones will provide additional information to Ted Smoot in regards to the above request.

The Retirement Board discussed the standard Investment Policy Statement provided by Neuberger and the current Investment Policy Statement. Mr. Pellegrino requested a single master Investment Policy Statement for review. The goal is to have the Investment Policy Statement completed by January 1, 2018. Mr. Savinelli informed the Board that Neuberger will use this year's Actuarial Valuation for the Target Allocation Policy included with the Investment Policy Statement. Neuberger will use appropriate benchmarks for each investment class. Ms. Jones will provide to latest Asset/Liability Study to Neuberger. The next Asset/Liability Study is scheduled for 2020.

Mr. Berman reviewed the Private Markets Project Plan. All of the legacy private manager's fund documents (reports, financials, etc.) have been reviewed. The Investment Committee will provide an assessment of the potential Town of Greenwich Private Market fund build out. The investment plan will be cost effective for the Town.

Ms. Jones reminded the Retirement Board to review the calendars for 2018. The board will take a final vote on the 2018 calendar at the August 31, 2017 meeting.

Executive Session

The Board voted unanimously to go into Executive Session at 9:55 a.m. to discuss confidentiality reporting and communication procedures.

The Board voted unanimously to come out of Executive Session at 10:17 a.m.

ADJOURNMENT

A motion to adjourn was made by Mr. Mynarski, seconded by Mr. Kordick, and carried unanimously at 10:19 a.m.

Respectfully Submitted,

Atiya Jones, Secretary to the Board

Joseph Pellegrino, Chairman