

**TOWN OF GREENWICH, CONNECTICUT
RETIREMENT BOARD**

August 31, 2017 Minutes – Mazza Meeting Room

The regular 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 (absent) Mike Wacek
Staff:	Atiya Jones, Retirement Administrator Mary Pepe, Director of Human Resources
Boomershine:	Greg Stump
Neuberger Berman:	Edward Berman Michael Savinelli
BET:	Bill Drake John Blankly

INTRODUCTIONS

The Chairman of the Board welcomed and introduced the Retirement Board's newly appointed trustee, Mr. Mike Wacek.

ADMINISTRATOR'S REPORT

As of August 29, 2017, the State Street Cash Balance was \$8,083,894. This balance includes reported capital calls and redemptions through August 29, 2017. The projected State Street Cash Balance for September 30, 2017 is \$4,161,185 which anticipates investments being made by Neuberger Berman.

As of today, there are no updates reported for the Fire Fighters contract as of July 1, 2015, the Teamsters, LIUNA, and LIUNA Representing the Professional Assistants and Security Personnel contracts as of July 1, 2016, and the United Public Service Employees Union (UPSEU) and Silver Shield contracts as of July 1, 2017.

Ms. Jones updated the Board on data information provided to Boomershine for review. The final financial information was provided to Boomershine. Ms. Jones has received and responded to data questions from the Boomershine team. Mr. Stump will present the preliminary valuation results at today's meeting. Ms. Jones will provide updates via email upon report completion. Ms. Jones reiterated that the goal remains to approve the valuation report at the October 19, 2017 Retirement Board meeting.

APPROVAL OF PAYMENTS

Town of Greenwich, Connecticut			
Retirement August 31, 2017			
Payments to be Approved			
Reserve Fund			
V	Pensioners	August Payroll	\$ 2,434,134
	Refunds		
		Pension Payroll Fund Total	\$ 2,434,134
Expense Fund			
SV	Iron Mountain	July, 2017	\$ 68
	Patterson Belknap Webb & Tyler	Legal Services June and July 2017	\$ 248
	Boomershine Consulting	Invoice for July, 2017	\$ 1,368
	Occupational Health	August 8, 2017 Review	\$ 563
		Expense Fund Total	\$ 2,246
Payroll			
PV	Retirement Administrator	August - Ms. Jones	\$ 7,523
		Staff Payroll Fund Total	\$ 7,523
		Grand Total	<u>\$ 2,443,903</u>

Upon a motion from Mr. Kordick seconded by Mr. Wacek, the Board voted 3-0-0 to approve the above payments for \$2,443,903.

RETIREES

The Board reviewed the retirement profiles for the five individuals listed below:

September 1, 2017

1. John Brown
2. Eileen Korevec
3. Allison Lewis
4. Suzanne Testani
5. Jeffrey Stempien

Upon a motion from Mr. Kordick, seconded by Mr. Wacek, the Board voted 3-0-0 to approve, upon final calculation review, the retirements for the five individuals listed above for Retirement on September 1, 2017.

INVESTMENTS AND PERFORMANCE

Presentation by Neuberger Berman (8:10 am)

Mr. Savinelli presented the preliminary Performance Report Period Ending July 31, 2017. The Total Composite Balance was \$462,751,501. The Net Performance Rate of Return for July 2017 was 1.20%. The Rate of Return for the Fiscal Year to Date was 1.20%. The Rate of Return for the Calendar Year to Date was 8.70%. There was a brief discussion on interpretation of Custom Policy and Allocation Policy.

The discussion continued regarding the revision of the Investment Policy Statement and the appropriate benchmarks for fund comparison. As of today, the recommendation is leaning for the use of Callan. The benchmark decision will be finalized with the approval of the Investment Policy Statement.

NEW BUSINESS

Actuarial Presentation

Presentation by Boomershine Consulting (8:40 am)
Greg Stump, Vice President and Chief Actuary

Mr. Stump presented the preliminary actuarial projections for the plan. The highlights of his presentation are:

- a. The 14% return for FY17 will result in a \$30 million gain. One-fifth of this gain (\$6 million) is recognized and four-fifth is deferred. The gain amortized (16 years) will keep the Town's projected contribution for the July 2018 actuarial report estimated at \$22.2 million.
- b. The 1.98% COLA (versus 2.15% assumed) resulted in a small gain for the Town.

Mr. Stump doesn't expect significant changes due to the open contracts and pay increases. He incorporates a 2.5% expected increase with the estimated assumption.

Draft Calendar for 2018

Ms. Jones presented the draft Retirement Board calendars for 2018. Ms. Jones requested that the monthly regular meetings are scheduled and approved and the special or ad-hoc meetings are set as-needed. Also, the Retirement Board members will inform her of any conflicting meetings date and/or time prior to the scheduled meetings.

Upon a motion from Mr. Mynarski, seconded by Mr. Wacek, the Board voted 3-0-0 to approve the calendar for 2018. (See Attached)

OLD BUSINESS

None.

Executive Session

The Board voted unanimously to go into Executive Session at 9:15 a.m. to discuss an accidental disability retirement.

The Board voted unanimously to come out of Executive Session at 9:30 a.m.

Upon a motion from Mr. Kordick, seconded by Mr. Wacek, the Board voted 3-0-0 to approve the accidental disability retirement for Richard Mulkerin effective September 1, 2017.

ADJOURNMENT

A motion to adjourn was made by Mr. Kordick, seconded by Mr. Wacek, and carried unanimously at 9:31 a.m.

Respectfully Submitted,

Atiya Jones, Secretary to the Board

Joseph Pellegrino, Chairman