

TOWN OF GREENWICH
BOARD OF ESTIMATE AND TAXATION

OPEB Trust Board Meeting Minutes

8:30 A.M. Friday, November 5, 2010
Hayton Room, Third Floor, Town Hall

Present:

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

BET Attendees: William Finger, Art Norton, Randall Huffman
Joseph Pellegrino

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

The meeting was called to order at 8:33 A.M.

1. Review minutes of Trust Board's meeting of October 13, 2010

Mr. Skidmore made a motion to approve the October 13, 2010 minutes, seconded by Mr. Ferdinand. The motion passed 3 to 0 in favor.

2. Review Performance of Trust

Ms. Murphy distributed the October 2010 monthly OPEB investment performance reports and related materials. Ms. Murphy reported that the OPEB Trust enjoyed a good month with an increase of \$526,651, led by domestic and international equities, and experiencing a one month return of 2.67% versus the benchmark return of 2.61% for the same period.

Ms. Murphy presented and discussed the rebalancing analysis to the Board and those in attendance. Mr. Stricker questioned the threshold for rebalancing at 1%. It was decided that a 1% rebalance was not necessary and a higher figure would necessitate a transfer of assets.

3. Status of potential new brokerage accounts at Charles Schwab and at Fidelity Investments

Ms. Murphy reported that the processing of the Charles Schwab and Fidelity agreements was progressing slowly. Ms. Murphy stated that the Charles Schwab agreement was

moving faster than the Fidelity agreement. Both set of documents contain indemnification clauses that are requiring additional legal reviews.

4. Review of potential investment options: Harbor International Fund (HAINX), Janus Overseas Fund (JAOSX), and the Yacktman Focused Fund (YAFFX)

Ms. Murphy distributed two sets of detailed informational documents regarding International Equity Alternatives and Large Capitalization Options. After extended discussions, the following decisions were made:

- Mr. Ferdinand made a motion to reduce the allocation to the Vanguard Total International Stock Index (VCTSX) from 14.0% to 10.5%, and allocate 3.5% to the Janus Overseas Fund (JAOSX), seconded by Mr. Skidmore. The motion passed 3 to 0.
- Mr. Skidmore made a motion to reduce the allocation to the Vanguard Total Stock Market Index Fund (VITSX), from 49.0% to 44.0% and allocate 5% to the Yacktman Focused Fund (YAFFX), seconded by Mr. Ferdinand. The motion passed 3 to 0.
- Mr. Ferdinand made a motion to reduce the allocation to the Vanguard Total Bond Index Fund from 24.0% to 21.0% and increase the allocation to each of iShares 1 -3 Credit Fund and Met West High Yield Fund by 1.5%, seconded by Mr. Skidmore. The motion passed 3 to 0.

The two new funds (Janus Overseas Fund and the Yacktman Focused Fund) are expected to enhance the performance of the portfolio by adding actively managed funds to the cored of index funds.

5. New Business: Discussion of topics for future meetings

It was decided that the Board would go to a schedule of quarterly meetings and it was collectively decided to meet on the following dates, and more frequently if needed:

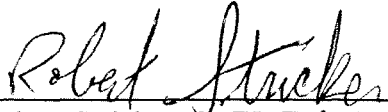
- January 6, 2011 @ 8:30 am.
- April 13, 2011 @ 8:30 am.
- July 13, 2011 @ 8:30 am.
- October 12, 2011 @ 8:30 am.

Mr. Ferdinand asked Mr. Pellegrino to make a couple of suggestions for future review and Mr. Pellegrino suggested Aston Optimum (CHTTX) as a mid-capitalization equity option and Fairhome (FAIRX) as a large capitalization equity option.

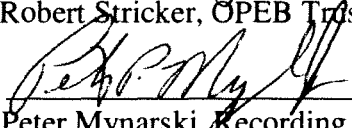
Mr. Stricker asked Ms. Murphy to do some research on Mr. Pellegrino's suggestions and for the Board members and those in attendance to forward any additional suggestions to Ms. Murphy.

6. Adjournment

On a motion by Mr. Skidmore, seconded by Mr. Ferdinand, the Board voted 3 to 0 to adjourn the meeting at 9:41 A. M.



Robert Stricker, OPEB Trust Board Chairman



Peter Mynarski, Recording Secretary