

EAST LYME PENSION COMMITTEE
MEETING OF AUGUST 27, 2012
AMENDED MINUTES

FILED Oct 24, 2012
AT 9:50 AM

Lesley A. Blais
TOWN CLERK

PRESENT: Paul Formica, Anna Johnson, Renee Fecteau, Nazz Paciotti and Jim Lafond

ABSENT: Paul McDonough, Raymond Hart, Don Meltabarger

ALSO PRESENT: J. McAraw and R Macomb of Essex Financial Services
L. Wang of USI Consulting Group

Paul Formica called the meeting to order 2:38 PM

Mr. J McAraw of Essex Financial reviewed the Investment Performance Reports for the month ending July 31, 2012. 7.29% return since inception. The portfolio balance as of July 31, 2012 was \$11,636,902. Performance is dealing with choppy markets, with a fearful and pessimistic mood. A small correction can be noted, however, everyone wants a large one. Policy makers are holding back on long term decisions.

We began the change from the fixed investment portfolio to the variable portfolio on May 5, 2010; which was completed October 1, 2010. The committee requested a report from Essex Financial to be provided in January 2013 relative to performance for the date Essex completed the re-positioning of the investments.

Mr. Lloyd Wang of USI presented the draft January 1, 2012 Valuation of the Defined Benefit Pension Plan. Although our investment portfolio has 7.29% return since 2010, due to the valuation being an analysis of a "snap shot" in time, this must be adjusted to the same period of the report resulting in an increase in required contributions for the 2012/13 budget year. Mr. Wang will provide an analysis of assumption methods for a meeting on September 14, 2012.

Representatives from USI will present the plan re-statement document at the September 14, 2012 meeting.

Representatives from Essex Financial exited the meeting at 3:30 PM.

Due to the implementation of GASB 67 & 68, the committee directed Mr. Wang of USI to prepare some analysis for review. The Committee will meet in late October, early November to review this information.

Motion by J Lafond, second by Renee Fecteau to pay USI invoices in the amount of \$800.

Renee Fecteau noted the following: retirement of B Dekeyne from the Library, M Mairorana from the BOE and Ofcr Wykoff resigned without vesting, therefore withdrew his contributions.

Motion to adjourn.
Meeting adjourned at 4:04 pm

Respectfully submitted,
For the committee:
Anna M. Johnson