

EAST LYME PENSION COMMITTEE
MEETING OF AUGUST 27, 2012
MINUTES

FILED Sept 12, 2012
AT 10:10 a.m.

Dorley 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; therefore, the committee requested a report from Essex Financial in January 2013 relative to performance and future strategy.

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, there is 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