

FILED

Oct 21 20 16 AT 10:00 AM/PM

EAST LYME PENSION COMMITTEE
MEETING OF October 20, 2016
MINUTES

[Signature]
EAST LYME TOWN CLERK

PRESENT: M. Nickerson, A. Johnson, N. Paciotti, D. Connolly, R. Fecteau, B. Hogan, J. LaFond by phone

ABSENT: M. Whalen

ALSO PRESENT: Mr. J. McAraw, Ms. R. Macomb; Representative Northstar Wealth Partners

Mr. Nickerson called the meeting to order at 3:10 pm.

Motion by B. Hogan, second by N. Paciotti to approve July 21, 2016 minutes as amended. Passed. Abstain by M. Nickerson

Mr. J. McAraw began the discussion by referring to the account balance sheet provided noting the balances were up by 6.59% for the month ended September 30, 2016 on a year to date basis.

Next he referred the committee to page five of the Northstar report focusing on the one year returns. Several of the holdings reflected returns in excess of 10% which is not normal. This is indicative of a choppy market related to China de-valuing their currency. This action rattled the market. January of 2016 was the worst January in the history of the market, primarily related to the oil market. Another factor impacting the market was Brexit.

For the last twenty four months the market has been side-way with the Dow being stuck on a revolving 18,000. The last time this occurred was in 1995.

Northstar Wealth Partners, the Portfolio Managers recommended we move \$400,000 to the money market account for cash liquidity.

Motion by J. LaFond, second by D. Connolly to transfer \$200,000 each from Hartford International Small Company Fund and Eaton Vance Atlanta Capital SMID to Oppenheimer Government Money Market. Passed.

Mr. Paciotti noted we should take a look at anticipated retirements in the next five years and prepare a pro-forma analysis to review future cash flow requirements. While it was noted that this is part of the annual valuation in terms of adequately funding the plan, it is important for us to review cash flow.

Ms. Fecteau presented three BoE Secretaries will be submitting paperwork for retirement once their Union Contract is finalized and one former employee is taking an early retirement.

It was brought to the Committee's attention, that all of the individuals with funds in the volunteer account have submitted paperwork to withdraw their balances. The one remaining balance will be escheated to the State. Once this is accomplished, the account will be closed.

Mr. Lafond left the meeting at 3:35 pm

Motion by B. Hogan, seconded by N. Paciotti to approve the USI invoices in the amount of \$12,800 for payment. Passed.

A schedule of meetings for 2017 was presented. Motion by B. Hogan, seconded by D. Connolly to accept the schedule. Passed.

Ms. Johnson noted the January 1, 2016 Plan Valuation was completed for the Committee to review. It was agreed the committee would meet in early December for presentation and acceptance.

Mr. Nickerson noted that Mr. McDonnough had previously resigned from the committee and asked that members present him with potential candidates to fill the slot.

Meeting adjourned at 3:45 PM, motion by B. Hogan, second by N. Paciotti. Passed

Respectfully submitted,
For the Committee:

Anna M. Johnson