

EAST LYME PENSION COMMITTEE
MEETING of May 17, 2018
MINUTES

PRESENT: M. Nickerson, A. Johnson, D. Connolly, R. Fecteau, J. Wohler

PRESENT BY CALL IN: N. Paciotti, J. LaFond, B. Hogan

ABSENT: M. Stevens

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

First Selectman Nickerson called the meeting to order at 3:05 pm.

MOTION by: D. Connolly, second by N. Paciotti to approve minutes of March 1, 2018 meeting. Motion Passed with M Nickerson abstaining.

Ms. Macomb of Northstar Wealth Partners began the discussion on the portfolio with a balance of \$22,694,755 as of March 31, 2018. Year to date results through April are flat mirroring the market. It was noted that the benefit distributions are trending up at \$65,000 in April. This led the discussion to cash needs.

Mr. McAraw turned the focus of the discussion to page 5 of the Morning Star Report to review the portfolio investment allocations. The money market account (Oppenheimer) has a balance of \$1,434,065 and makes up 6.32% of the portfolio. With the upwards trend in benefit payments they are recommending we increase this to 10%.

A discussion followed regarding changes in the market and how to manage our portfolio. With bond markets are more difficult to read than the stock market, it is recommended we make changes to bond funds with more flexibility. Recommended funds being American Funds American Balanced R3 and PIMCO Income A which members of the committee were provided Morningstar reports for review and discussion.

MOTION by: J. Wohler, second by Beth Hogan to transfer MFS Total Return Bond R3 balance \$1,835,860 and Franklin Strategic Income A balance \$1,025,937 as follows: 25% (\$715,449) to Oppenheimer Government Money Market A and the balance to American Funds American Balanced R3 and PIMCO Income A. Motion Passed.

N Paciotti inquired that with this change will we still meet our projected return goal of 7%. Our Investment Managers responded yes.

FILED

May 18 2018 AT 12:35AM/PM
C. W. Fecteau
EAST LYME TOWN CLERK

Ms. Fecteau reported on the recent retirees and how we have begun to see an increase. Beginning in April with one, May three including two non-actives vested, June one, July three.

J LaFond requested we take a look at doing a request for proposals for the plan actuary targeting the fall of 2018.

MOTION by: D Connolly, second by J Wohler to approve invoices from USI in the amount of \$5,500 which are all for benefit calculations. Motion passed.

Ms Johnson mentioned that the January 1, 2018 valuation is expected to be completed by the end of the month and suggested the Committee have a special meeting to review.

MOTION by B. Hogan, second by D. Connolly to adjourn meeting at 3:47 pm

Respectfully submitted,
For the Committee:



Anna M. Johnson