

FILED IN EAST LYME  
Oct 26, 2012 AT 12:30 PM

EAST LYME PENSION COMMITTEE  
MEETING OF OCTOBER 25, 2012  
MINUTES

*Brooke D. Hume* ATC  
EAST LYME TOWN CLERK

PRESENT: Paul Formica, Anna Johnson, Renee Fecteau, Nazz Paciotti, Paul McDonough, Raymond Hart, Don Meltabarger and Jim LaFond by telephone

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

Paul Formica called the meeting to order 2:39 PM

Mr. Formica entered a motion to add under item #9 move into executive session to discuss pension plan amendments regarding collective bargaining groups. Motion passed.

Motion by R Hart second by N Paciotti to approve minutes from the September 14, 2012 meeting. Motion passed.

Mr. J. McArw reviewed the investment rates of return year to date at 10.3%, trailing one year at 16.2% and the annualized rate of return since the completion of transferring the plan assets at 8.28%. Mr. McArw introduced reviewing the current asset allocation and making changes within the next quarter. At this time he is considering reducing the Foreign Exposure and increasing the Small and Mid-Capital U.S. exposure.

Ms. R. Macomb brought a hand-out to distribute concerning the Mass Mutual merge with The Hartford. They are purchasing the entire book of business. Mass Mutual has a strong DB product. They are making offers to many Hartford employees which include Ms. Humphries and Ms. Priola who currently service our account. We will have no change in agreement.

Mr. L Wang of USI presented a draft copy of the January 1, 2012 valuation using the five year smoothing and entry age normal calculation methods. Motion by N Paciotti, second by R Hart to accept the January 1, 2012 valuation as presented. Motion passed.

Mr. L Wang also presented calculation information on the impact of financial reporting when implementing GASB Statements 67 & 68.

Discussion regarding charging employees for additional pension calculations for non-retirement issues. A policy statement would be drafted and presented to the committee at a later meeting for consideration and recommendation to the Board of Selectmen for approval.

Ms. R Fecteau, HR Manager reported Quadro calculation request and retirement of Mr. James Walsh from the BOE.

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Motion by N. Paciotti second by J. LaFond to approve \$22,750 in invoices from USI for various pension related services.

Motion to enter executive session for the purpose of discussing collective bargaining agreements. Exited executive session without taking any action.

Motion to adjourn.

Meeting adjourned at 4:00 pm

Respectfully submitted,  
For the committee:  
Anna M. Johnson