

PENSION BOARD AGENDA
THURSDAY, JUNE 22, 2017
4:00PM
DIRECTORS ROOM, LINCOLN CENTER

1. Approval of Minutes and Actions of the Regular Meeting of May 25, 2017.
2. Acceptance of Pension Fund Status Report for the month of May 2017.
3. **CORRESPONDENCE/REPORTS**
 - *NONE*
4. **ADVISORS REPORTS**
 - A. Plan Actuary Reports*
 - *NONE*
 - B. Investment Advisors Reports*
 - *Defined Contribution (DC) Report Review*
 - C. Plan Attorney Reports*
 - *NONE*
5. **OLD BUSINESS**
 - *NONE*
6. **NEW BUSINESS**
 - *NONE*
7. **RETIREMENTS**
 - A. Edmund Weir, Maintainer I, Highway Department, Early Retirement, \$1,434.73 a month, with no dependent option, effective 6/1/2017.*
8. **ADJOURNMENT**

**TOWN OF MANCHESTER, CT
PENSION BOARD
MINUTES OF MAY 25, 2017**

ATTENDEES: Board Members: Rob Huestis, Dede Moore, Jan Johnson, Craig Lappen and Joe Camposeo
Staff: Kimberly Lord
Guests: Mike Goss of FIA

CALL TO ORDER: The meeting was called to order at 4:02 p.m.

Joe Camposeo made a motion, seconded by Dede Moore, and it was approved to add under Agenda Item 4 B Investment Advisors Reports, *Defined Contribution (DC) Report Review*. (5-0)

1. **APPROVAL OF MINUTES AND ACTIONS:** The minutes and actions of the Regular Meeting of March 23, 2017 were approved with a motion by Joe Camposeo and a second from Craig Lappen. (5-0)

The minutes and actions of the Regular Meeting of April 27, 2017 were approved with a motion by Joe Camposeo and a second from Craig Lappen. (5-0)

2. **ACCEPTANCE OF THE FUND STATUS REPORT:** Acceptance of the Pension Fund Status Report for the month of March and April was unanimously approved with a motion by Dede Moore and a second from Jan Johnson. (5-0)

Mike Goss noted that the Wellington Small Cap number had not changed from March.

3. **CORRESPONDENCE/REPORTS:** None

4. **INVESTMENT ADVISORS REPORTS:**

A. Defined Benefit (DB) Review

Mike Goss reviewed the report. He briefly discussed the impact of changing index fund managers; a day of trading is lost, so any savings in fees could possibly be negated by a switch.

He noted that international and emerging markets are doing well; the only negative return was in commodities. He briefly discussed the private equity investments, which have been successful so far. It was a good quarter overall.

B. Defined Contribution (DC) Review

Mike Goss reviewed the fee structure of the DC plan. There was discussion regarding recent litigation in higher learning institutions regarding plan choice and fee disclosures. He said the Town offers only one plan, which mitigates potential claims. Kim Lord will reach out to Board of Education Finance Director Karen Clancy to discuss the Board's DC plans in regards to the changes in federal law.

5. **OLD BUSINESS:** None

6. **NEW BUSINESS:** None

7. **RETIREMENTS:**

The following retirements were unanimously approved:

- a. **Eleanor J. Diehl**, BOE, Paraprofessional, Death Benefit (Spouse), Donald E. Diehl, Sr., \$425.29 per month, 50 % dependent option, effective 6/1/2017.
- b. **Sharon Tryon**, Custodian, Normal Retirement, \$2,082.57 per month, with 100% dependent option, effective 5/1/2017.
- c. **Edwin Villanueva**, Police Lieutenant, Normal Retirement, \$6,261.15 per month, with no dependent option, effective 5/1/2017.

8. **ADJOURNMENT:** Joe Camposeo made a motion to adjourn, seconded by Jan Johnson, and the meeting was adjourned at 5:05. (5-0)

TOWN OF MANCHESTER
RETIREMENT ALLOWANCE FUND
42,885.00

MONTHLY ACTIVITY

CONTRIBUTIONS:

BOARD OF EDUCATION
TOWN
EMPLOYEES
OTHER

APRIL
MAY

FY2017
CUMULATIVE
2,280,605.00
3,418,461.00
1,931,505.37
219.31
11,265,972.88
29,926.00
68,898.64
223.60

PENSIONS PAID

ACTUARIAL SERVICES

ADVISOR FEES

OTHER

NUMBER OF RETIREES

670 669

ASSET VALUE OF FUND (AT MARKET VALUE)

SHORT TERM LIQUIDITY:

WELLS FARGO CASH
POOLED CASH

SUBTOTAL CASH

REVISED	ADJUSTED			%CHNG	%CHNG	%CHNG	INDEX
	JUNE 30, 2016	APRIL 30	MAY 31				
(2)	(3)	(3)	MNTH	YTD	YTD		

FIXED:

METROPOLITAN WEST TOTAL RETURN BOND
WESTERN ASSET TRUST CORE PLUS CLASS IS
BLACKROCK STRATEGIC INCOME OPPTS K
EATON VANCE FLOATING RATE FUND

SUBTOTAL FIXED

10,906,615.12	9,403,938.07	9,468,782.53	0.69%	-13.18%	0.11%	0.77%	Barclays Aggregate
10,917,383.50	9,449,365.27	9,530,545.38	0.86%	-12.70%	-1.25%	0.77%	Barclays Aggregate
3,628,268.50	5,431,419.36	5,458,076.37	0.49%	50.43%	4.96%	0.77%	Barclays Aggregate
3,785,354.67	5,464,101.53	5,486,686.72	0.41%	44.95%	7.96%	0.44%	S&P/LTSA Leveraged Loan
29,237,621.79	29,748,824.23	29,944,091.00	0.66%	2.42%	1.22%		

DOMESTIC EQUITY:

STATE ST - RUSSELL 1000 VALUE FUND - NL
STATE ST. - RUSSELL 1000 GROWTH FUND - NL
WCM SMALL VALUE INVESTMENTS
WELLINGTON SMALL CAP FUND
BARON SMALL CAP GROWTH INSTL
EXTERNAL COMINGLED FUND- PENDING
COMMON STOCK - MEDCATH CORP

SUBTOTAL DOMESTIC

20,626,049.65	16,737,465.40	16,721,708.57	-0.09%	-18.93%	13.35%	-0.19%	RUSSELL 1000V
19,961,026.83	17,147,401.05	17,588,116.65	2.57%	-11.89%	18.71%	2.29%	RUSSELL 1000G
4,338,676.78	0.00	0.00	0.00%	-100.00%	4.34%	0.39%	RUSSELL 2000V
0.00	5,042,334.71	5,083,394.48	0.81%	17.95%	17.95%		
2,935,919.69	3,378,792.00	3,451,790.60	2.16%	17.57%	3.34%	1.84%	RUSSELL 2000G
0.00	0.00	46,083.00	100.00%	100.00%	100.00%		
0.00	0.00	3,575.00	-100.00%	0.00%	0.00%		
47,861,672.95	42,305,993.16	42,894,668.30	1.39%	-10.38%	16.59%		

INTERNATIONAL EQUITY:

CAUSEWAY INTERNATIONAL VALUE INSTL
AF EUROPACIFIC GROWTH FUND R6
OPPENHEIMER DEVELOPING MKT-INST'L
ABERDEEN EMERGING MARKETS INSTIT. FUND

SUBTOTAL INTERNATIONAL

6,873,585.52	11,202,322.98	11,487,127.80	2.54%	67.12%	23.47%	2.62%	EAFE
7,096,358.85	11,193,694.56	11,572,544.52	3.38%	63.08%	23.62%	2.14%	MSCI ACWI Ex USA
3,940,600.22	5,672,227.71	5,833,847.35	2.85%	48.04%	22.67%	2.21%	MSCI Emerging Mkts
4,077,436.01	5,647,643.29	5,792,958.17	2.57%	42.07%	17.55%	2.21%	MSCI Emerging Mkts
21,987,980.60	33,715,888.54	34,686,477.84	2.88%	57.75%	22.28%		

REAL ESTATE:

UBS TRUMBULL PROPERTY INCOME FUND
UBS TRUMBULL PROPERTY FUND
UBS FARMLAND INVESTORS LLC

SUBTOTAL REAL ESTATE

3,899,591.92	3,960,013.64	3,960,013.64	0.00%	1.55%	1.55%	1.15%	NAREIT Q1
3,407,953.40	3,449,379.63	3,449,379.63	0.00%	1.22%	1.22%	1.15%	NAREIT Q1
3,896,724.95	4,033,345.45	4,033,345.26	0.00%	3.51%	3.51%	0.00%	NCREIF Q1
11,204,270.27	11,442,738.72	11,442,738.53	0.00%	2.13%	2.13%		

ASSET ALLOCATION:

GMO - BENCHMARK FREE
BLACKROCK GLOBAL ALLOCATION K

SUBTOTAL ASSET ALLOCATION

18,939,505.51	20,491,991.34	20,757,209.35	1.29%	9.60%	9.60%	0.35%	CPI & 5%
11,638,112.18	12,012,775.52	12,199,116.40	1.55%	4.82%	11.26%	1.35%	BlackRock Global Ref.
30,577,617.69	32,504,766.86	32,956,325.75	1.39%	7.78%	10.23%		

ALTERNATIVE:

MERIDIAN SEGRATED PORTFOLIO
AETOS CAPITAL ABSOLUTE RETURN
GROSVENOR INSTITUTIONAL PARTNERS, L.P.

SUBTOTAL ALTERNATIVE FUNDS

114,104.27	93,235.34	83,101.25	-10.87%	-27.17%	-11.01%	0.40%	T-bill + 4/12
3,329,385.58	3,562,618.56	3,562,618.56	0.00%	7.01%	7.01%	0.67%	T-bill + .6
3,404,131.00	3,652,548.00	3,652,548.00	0.00%	7.30%	7.30%	0.57%	T-bill + .5
6,847,620.85	7,308,401.90	7,298,267.81	-0.14%	6.58%	6.78%		

PRIVATE EQUITY:

LANDMARK EQUITY PARTNERS
SIGULER GUFF DISTRESSED REAL ESTATE OPPTS
SIGULER GUFF DREOF II CO-INVESTMENT FUND
SIGULER GUFF DISTRESSED OPPORTUNITIES

SUBTOTAL ALTERNATIVE FUNDS

532,333.00	660,305.92	629,727.00	-4.63%	18.30%	-2.18%	1.03%	S & P 500
678,600.00	785,622.00	761,152.71	-3.11%	12.17%	3.97%	0.00%	NCREIF Q1
107,443.00	172,432.00	172,432.00	0.00%	60.49%	12.75%		
1,168,472.00	462,299.00	471,407.00	1.97%	-59.66%	-15.95%		
2,486,848.00	2,080,658.92	2,034,718.71	-2.21%	-18.18%	-0.23%		

TOTAL ASSET VALUE OF FUND

150,230,928.27 162,100,017.02 163,267,956.61 0.72% 8.68% 8.68%

(1) UBS Trumbull & Agrivest as of 5/31/17

(2) Balances restated as of 6/30/16

(3) amounts do not included Accruals not posted yet.