

MINUTES - EMPLOYEE INSURANCE AND PENSION BENEFITS COMMITTEE

November 17, 2014

- 1) Call to Order: Chairperson Clarke Castelle called the meeting to order at 7:00 p.m. in Conference Room 1.
- 2) Roll Call: Members Present: Sharon Braverman, Clarke Castelle, Dan Dinunzio, Jon Kehl, Jay Slater, John Slusarski, Terrence Sullivan, Paul Vessella and Michael Wilbur

Members Absent: Dennis Doyle and Jay Krusell
Staff Present: Ann Harter and Charlene Drzata
Others Present: Marc Shegoski and Ashley Martella
- 3) Minutes: Jon Kehl made a motion to accept the minutes of August 10, 2014, seconded by Sharon Braverman. The motion passed unanimously. Paul Vessella made a motion to accept the minutes of October 20, 2014, seconded by Michael Wilbur, abstained by Clarke Castelle and Jon Kehl. Motion passed.
- 4) Public Participation: Havital Miltz 168 Nicholson Street - She raised questions regarding the \$12 million transfer from PIMCO to Metropolitan West and the fees. Marc Shegoski and Jon Kehl explained the recommendation for the transfer to MetWest. Marc reported that there were no fees. UBS will provide a Statement of Additional Information on the Metwest Total Return I mutual fund as requested by Havital Miltz.
- 5) Lockton: Dave McCluskey was unable to attend the meeting due to illness. John Kehl made a motion to suspend Lockton's report. Paul Vessella seconded the motion. Terrence Sullivan asked what the premium increase was for the Individual Stop Loss. Ann Harter will provide the committee with that information. The motion passed unanimously.

UBS: Marc Shegoski presented a summary of the market and economic outlook. Ashley Martella reviewed the Pension Fund Performance summary as of September 30, 2014. The returns and asset class for each pension plan were discussed. After the 3rd quarter, returns for the Police plan were -.94%, Administrative plan -.98% and Municipal plan -.97%. All plans were below the benchmark of -.48%. After further discussion, UBS will provide the committee with an Alternative investment model utilizing mutual funds and an explanation as to why the UBS Fund Scoring is not showing for a few of the individual investment managers. Marc Shegoski reviewed the OPEB investment performance. The returns as of November 11, 2014 were 1.04% which was above the benchmark of .95%.
- 6) Remarks by Committee Members: John Slusarski distributed and explained a handout that he prepared showing the pension plans funding from June 2001 to June 2013 and comparison data to area towns. After some discussion, Clarke Castelle thanked John for the information and noted that the Town's pension actuary, Milliman, will be at the next meeting for further discussion.
- 7) Next Meeting: Monday, January 26, 2015 at 7:00 p.m.
- 8) Adjournment: Jon Kehl made a motion to adjourn, seconded by Terrence Sullivan. The motion passed unanimously. The meeting adjourned at 8:30 p.m.

Respectfully submitted,

Charlene J. Drzata
Insurance & Benefits Administrator