



TOWN OF VERNON

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Pension Board

Town of Vernon, Connecticut Pension Board Meeting Minutes –DRAFT

February 19, 2014

In Attendance:

Patricia Neal, Board Member
John Lillis, Board Member
Gary Ruchin, Board Member

Marion Griffin, Prudential
Frank Mursko, Prudential
Dawn Maselek, Assistant Town Administrator

Absent:

John Ward, Town Administrator
Alex Caravaca, Prudential

Jim Luddecke, Finance Officer

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VERNON TOWN CLERK
14 MAY 15 AM 9:43

Meeting called to order by Gary Ruchin at 7:03 p.m.

Public Comment

There were no members of the public in attendance.

Approval of Minutes

Motion to approve minutes December 11, 2013, by John Lillis, seconded by Patricia Neial. All in favor.

New Business

Allocation review with Marion Griffin showed fourth quarter results much better with a 4.78% return for the Town plan and 5.29% return for the Police plan. Town equity balance is 48.28% with the long-term strategy is 50%, requiring some rebalancing to align with the plan. Police Plan Equity allocation is at 49.57%. Long-term strategy is 50% requiring some rebalancing to the equity account. Overall the market has been good.

Old Business

Thirteen of the fifteen funds met performance criteria. Emerging markets didn't do well. Caywood Scholl is still presently on the watch list due to change in management. As of March 24, 2014 the funds were converted to Prudential High Yield Bond Fund. This is not intended to be a temporary change..

PIMCO is under restructure but is not necessary to add to the watch list.

Committee has recommended transfer of 5% of assets from PIMCO to Private Placement in two installments for both the Police and Town plans.

Thornburg has been placed on the watch list due to change in management.

Some plans are looking at real assets, bigger plans, real estate, international bonds, and REITS.

Finance Director Jim Luddecke will need an actuarial report for the March Town Council meeting.

Market uncertainty will make future performance difficult to gauge.

Motion to adjourn was made by Patricia Neal, seconded by John Lillis. All in favor.

Meeting adjourned at 7:59 p.m.

Next Meeting: May 21, 2014

Prepared by: Dawn R. Maselek, Assistant Town Administrator