

PENSION COMMITTEE
REGULAR MEETING
JANUARY 28, 2010
TOWN HALL 9:00 A.M.

CALL TO ORDER: The meeting was called to order at 9:00 AM.

MEMBERS PRESENT: Bill Kirkpatrick, chair; George Warner and Ham Wilson, Members; Greg Simmons, Somers CFO; Alma Kruh, Merrill Lynch.

APPROVAL OF MINUTES OF REGULAR MEETING OF 10/29/09: Minutes of the regular meeting were approved as written.

UPDATE ON RETIREMENTS: There are none at this time, although some town employees are eligible.

INVESTMENT REVIEW AND DECISIONS:

TOWN FUND: The committee reviewed with our Merrill Lynch Advisor the performance of the Town Plan by style sector, and manager—total performance being 16.95%, net of fees for 2009. In order to improve fixed income returns, it was moved, seconded, and unanimously approved to invest \$25,000 in each of the following preferred stock issues: J. P. Morgan Chase (JPMPrI), Wells Fargo (BWF), Prudential Financial (PHR), and General Electric Capital (GEG). That should add over \$6,000 to annual income. The remaining portion of the Maturing CD is to be invested in a one-year CD. Given the overall asset allocation and available cash, we will stop the \$15,000 monthly allocation to our equity managers.

FIRE DEPARTMENT FUND: Investment return for the 2009 year was 19.4%, well ahead of that for the Town Plan. The new investment in the International Fund was deemed appropriate. No investment changes are called for at this time.

ADJOURNMENT: There being no further business, the meeting was adjourned at 10:25 AM. The next regularly scheduled meeting is April 29, 2010.

Respectfully submitted,

Hamline C. Wilson
Clerk