

PENSION COMMITTEE  
SPECIAL MEETING  
FEBRUARY 3, 2011  
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; Kim Marcotte, Somers CFO; and Tom Forma, Merrill Lynch

INVESTMENT REVIEW AND DECISION FOR THE TOWN FUND:

Tom Forma reviewed the markets' and managers' performance for 2010 and year-to-date 2011. They performed as expected—our portfolio returning 10.5% for 2010, net after fees. Tom provided information on REITS as a possible income enhancing investment. Recently a bond has matured bringing our cash position to about \$146,000. A motion was made, seconded, and passed to invest \$50,000 of this in AEW Capital Management Natixi REIT. Future cash needs will be funded from available cash, the expected June 2011 Town Pension contribution, and, if needed, the sale of investments.

INVESTMENT REVIEW AND DECISION FOR THE FIRE DEPARTMENT FUND:

Performance of the Fire Department Fund for 2010 was 12.78%, outpacing the Town Fund. It holds about \$11,400 in cash with one possible retirement on the horizon. No investment changes are appropriate at this time. Bill will provide some research into other investment opportunities (i.e., small cap index funds) for discussion at our next meeting.

PROGRESS ON CHANGES IN THE TOWN PLAN:

Payment for Change Process: Who pays for the legal actuarial, and other work relative to any changes in the Town Plan is unresolved at this time.

Changes in the Land Use Contract Pension Provisions: These were discussed in light of possible changes to the balance of the Town Plan.

Plans for the Next Meeting on 2/23 to Discuss Town Plan Changes: As not all committee members can be present on 2/23, a new date is being sought.

NEXT MEETING: The next regular meeting of this committee is scheduled for April 28 at 9:00 AM.

ADJOURNMENT: The meeting was adjourned at 10:10 PM.

Respectfully submitted,

Hamline C. Wilson  
Clerk

