

OPEB TRUST COMMITTEE
City Conference Room
260 Constitution Plaza
Friday, May 27, 2016
9:00 a.m.

MINUTES

OPEB TRUST

MEMBERS PRESENT: Frank Lord; Gene Goldman; Nicholas Trigila, Employee Representative; Adam Cloud, Secretary; Darrell Hill, Mayor's Designee; John Griffin, Superintendent's Designee

MEMBERS EXCUSED: Peter Stevens, Chairman

STAFF PRESENT: Donna Parker, Plan Administrator; Lisa Silvestri, Assistant Corporation Counsel; Gary Draghi, Director of Investments; P. Wayne Moore, Assistant Director of Investments; Carmen Sierra, Assistant City Treasurer; J. Sean Antoine, Principal Administrative Analyst; Chelsea Mott, Accountant

OTHERS PRESENT: Richard Pokorski, Employee Benefits, George Zoltowski, Management & Budget

Acting Chairman Frank Lord called the meeting to order at 9:05 a.m.

I. Minutes of the Meeting of April 29, 2016

There were no changes or corrections to the minutes as presented.

A motion was made, seconded and unanimously adopted to accept the minutes of the April 29, 2016 meeting.

II. Update on RFI Processes

Acting Chairman Frank Lord introduced the item. Assistant Director of Investments P. Wayne Moore informed the Commission that this week \$19.2 million was transferred into the OPEB Trust for the Board of Education. He added that the funds would be invested in the State of Connecticut STIF account which was currently earning approximately 30 basis points and that an identical fund had been established for future City OPEB funds. Mr. Moore continued to explain that the contract for the OPEB custodian, US Bank, had been completed and at the June meeting a recommendation for the investment consultant would be presented from the three candidates: Fiduciary Investment Advisors, NEPC and Morgan Stanley.

Commissioner Gene Goldman mentioned that he had read that the City might use OPEB funds to balance the budget. Secretary Adam Cloud explained that he had moved the \$19.2 million into the OPEB Trust to protect those assets from being used by the City. He added that the process to move the assets to the OPEB Trust took longer than he would have hoped but the goal was finally achieved, and he would have liked to move some money into the City's OPEB Trust as well but the City had asked him for some flexibility regarding the City's portion.

Mr. Moore then asked Plan Administrator Donna Parker for an update on the progress of the OPEB valuation. Ms. Parker explained that she had spoken to Hooker and Holcombe, the OPEB Trust's actuary, earlier this week and that they had recently received the 2013 OPEB data from the prior actuary, Segal Group, and were working to replicate the prior 2013 OPEB valuation report. After the prior results were duplicated, she continued, Hooker and Holcombe would begin working on the 2015 OPEB valuation report. Ms. Parker concluded by stating that she had communicated to Hooker and Holcombe that prompt completion of the 2015 OPEB valuation report was of utmost importance.

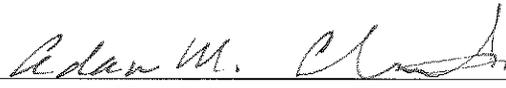
Commissioner Goldman explained to the Commission that replicating the prior actuary's work within a 1% to 2% variance was standard procedure whenever a new actuary was selected.

III. Other Business

Acting Chairman Frank Lord introduced the item. There was no Other Business to come before the Commission at this meeting.

There being no further business, Acting Chairman Lord adjourned the OPEB Trust portion of the meeting at 9:15 a.m.

Attest:



Adam M. Cloud, Secretary