

Town and Police Pension Boards

January 28, 2014

Room 206 4:00 PM

CALL TO ORDER

The meeting was called to order by Kelly Galvin at 4:00 pm. Attendance was as follows:

- For the Town Board: Kelly Galvin (chair), Bruce Sargent, Jack Whitehead, Tony Yezzi, Jon Zagrodzky.
- For the Police Board: Kim Huffard, Paul Johnson, Lt. Ray Osborne (chair), Jon Zagrodzky. Absent: Bob Harrel
- Others: Nancy Markey, Director of Human Resources; Kate Buch, Director of Finance; Tony Abbazia, Buck Consultants.

REVIEW FROM ACTUARY

Tony Abbazia reviewed the actuarial report. Headlines included discussing town contributions and the fact that payrolls are up slightly less than expected. Police officers are working longer than expected, though a significant retirement is expected soon. Also, the cost to the Town of the Police medical plan is being impacted by the impending "Cadillac Tax" in 2018, which is driving higher contributions.

Also discussed was the investment portfolio return, which exceeded the actuarially-assumed 7.5% for the year ended June 30, 2013. It should be noted that with the five-year smoothing technique employed by the town, next year's return will be positively impacted by the significant loss in 2008-09 being phased out of the calculation.

The Board continued its discussion of the 7.5% return assumption. This figure has not been consistently realized during the past several years. Tony Yezzi and Jon Zagrodzky will discuss the possibility of a change and begin a research and modeling exercise with Tony Abbazia and Buck Consultants. They will provide a recommendation at the April board meeting.

SET 2014 MEETING DATES

The following board meeting dates were proposed for the remainder of 2014: April 22, July 15 and October 21. Jon Zagrodzky moved approval for both Boards; passed unanimously.

REVIEW AND APPROVAL OF RETIREMENT APPLICATIONS

Retirement applications were reviewed.

- Approval of the one refund/rollover application for the Police Plan was moved by Paul Johnson; passed unanimously.
- Approval of the one refund/rollover application for the Town Plan was moved by Jon Zagrodzky; passed unanimously.

Tony Yezzi identified small potential discrepancies in some of the calculations for monthly Town Plan pension payments in the applications submitted to the Town Board for approval. Mr. Yezzi will follow up with Nancy Markey and Kate Buch. The applications will be reviewed again, with any corrections, at the April meeting. This will not delay any pension payouts.

APPROVAL OF OCTOBER 13, 2013 MINUTES

The Boards reviewed the minutes, making one minor correction. There was confusion as to whether the minutes could be approved at this meeting, since it was a special meeting. It was agreed to defer formal approval until the April meeting.

OTHER BUSINESS

None.

ADJOURNMENT

As there was no further business, the meeting was adjourned at 5:27 pm.

Respectfully submitted,

Jon Zagrodzky
Clerk