

PENSION COMMITTEE
TOWN OF EAST WINDSOR
11 RYE STREET
BROAD BROOK, CONNECTICUT 06016

MINUTES OF REGULAR MEETING
May 28, 2014 at 6:00 p.m.

Draft document – minutes are not official until approved at a subsequent meeting.

Members Present: Jason Bowsza (Board of Selectmen) Chairman, Kathy Bilodeau (Board of Education), Edward Bowsza (At Large Member), Jerilyn Corso (Board of Finance), David King, At Large Member), Robert Maynard (Board of Finance)[arrived at 6:15 p.m.], Tom Stremper (Police Commission).

Members Absent: Dr. Theresa Kane, Superintendent of Schools.

Others Present: Kim Lord, Pension Administrator/Treasurer; Denise Menard, First Selectman; Robert E. Maglio, Vice President, Portfolio Manager, Webster Financial Advisor.

Press: No one was present at this Meeting.

I. Call to Order:

Chairman Bowsza Called the Meeting to Order at 6:01 p.m.

II. Minutes Approval:

MOTION: To APPROVE the Minutes of the Special Meeting of the Pension Committee dated April 30, 2014 as presented.

E. Bowsza moved/Bilodeau seconded/

DISCUSSION: None

VOTE:In Favor: Unanimous

III. Public Comment:

No one requested to speak.

IV. Communication:

Treasurer Lord reported she has received communication from the Auditor regarding implementation of GASB 67, which will affect this year's audit, and GASB 68, which will affect next year's audit. Treasurer Lord indicated she will respond to the auditor's request.

TOWN OF EAST WINDSOR
Pension Committee – Regular Meeting of May 28, 2014

V. Pension Investment Review – Robert LeBreux from Webster Bank:

Joining the Committee tonight to present the current Pension Investment Review was Mr. Robert Maglio, Vice President, Portfolio Manager, of Webster Bank. Mr. Maglio presented the Committee members with a current update of the Town's position with regard to the Pension Fund for the period ending March, 31, 2014. Please see Attachment A for specifics; Mr. Maglio gave the following summarization:

Summary of Investment Performance: Mr. Maglio noted the fund began with a market value of \$17,180,733.69, accrued income of \$44,335.99, and contributions of \$1,219,700.08, for and ending portfolio value of \$19,634,060.92. Mr. Maglio noted the Total Fund Balance is up to 13.52%, which is over the East Windsor DB Plan Benchmark of 12.70%. Discussion followed regarding Asset Allocation, and the Performance of the various Portfolio Holdings.

LET THE RECORD SHOW Mr. Maynard arrived at 6:15 p.m.

Mr. Maglio concluded by reviewing Selected Period Performance for the period ending March 31, 2014, noting that the East Windsor DB Plan Benchmark for the period is 11.74% over a projected benchmark of 11.25%.

The Committee suggested inviting Rebecca A. Seilman, FSA, of Milliman to the Committee's August Meeting for an update.

New Business:

No New Business was presented this evening.

VII. Old Business:

Mr. Ed Bowsza recalled a resident who appeared at the previous meeting with questions regarding her pension plan; he questioned if she had been provided the information she requested? Treasurer Lord reported the resident never got back to Treasurer Lord.

VIII. Other:

Nothing presented this evening.

IX. Motion to Adjourn:

MOTION: To ADJOURN this meeting at 6:410 p.m.

Stremper moved/Maynard seconded/VOTE: In Favor: Unanimous

Respectfully submitted,
Peg Hoffman, Recording Secretary, Pension Committee



WPB Portfolio Overview

March 31, 2014

Account Name: TOWN OF EAST WINDSOR DB PENSION

Account Number: WTC204000

Investment Objective: GROWTH

Trust Officer: ROBERT LEBREUX

Run Date: 05/27/14

Attachment A



Summary Investment Performance
TOWN OF EAST WINDSOR DB PENSION

Account WTC204000

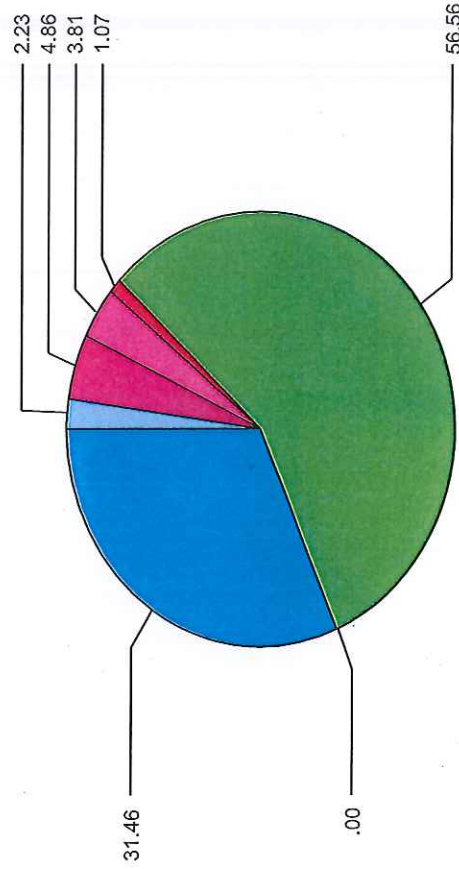
Period: 03/31/2013 - 03/31/2014

Beginning Market Value	\$17,180,733.69
Beginning Accrued Income	\$ 44,335.99
Beginning Portfolio Value	\$17,225,069.68
Contributions	\$ 1,219,700.08
Withdrawals	\$ -1,101,064.51
Gain (Loss)	\$ 1,802,675.07
Interest and Dividends	\$ 472,103.39
Net Accrued Income	\$ 15,577.21
Ending Market Value	\$19,574,147.72
Ending Accrued Income	\$ 59,913.20
Ending Portfolio Value	\$19,634,060.92
Total Fund	13.52%
East Windsor DB Plan Benchmark	12.70%
Equity	21.51%
S&P 500 Index	21.86%
MSCI EAFE (US\$ & Net) Index	17.57%
Fixed Income	.50%
BarCap Int Govt / Cred Bd	-.13%
Citigroup 3 Month Treas Bill	.02%
Total Investment Return	\$ 2,290,355.67



Asset Allocation Analysis Graph
TOWN OF EAST WINDSOR DB PENSION
 Account WTC204000
 Period Ending: 03/31/2014

Sector	Market Value	Allocation
Small Cap	954,744	4.86
Large Cap	11,105,264	56.56
Mid Cap	210,670	1.07
Intl Equity Fds	748,176	3.81
Fixed Income	6,177,681	31.46
Money Market Fds	437,361	2.23
Uninvested Cash	165	.00
Total	19,634,061	100.00





Portfolio Holdings
TOWN OF EAST WINDSOR DB PENSION
Account WTC204000
Period Ending: 03/31/2014

Asset	Units	Unit Cost	Total Cost	Current Price	Current Market Value	Current Accrual	% of Total	Unrealized Gain/Loss
Equity								
Intl Equity Fds								
ARTISAN INTERNATIONAL FD #661	4,677.581	29.93	140,000.00	29.92	139,953.22		.71	-46.78
ISHARES MSCI EAFE ETF	5,507.000	53.47	294,445.47	67.20	370,070.40		1.89	75,624.93
MFS INTL VALUE I	6,702.849	27.15	181,965.84	35.53	238,152.22		1.22	56,186.38
Total Intl Equity Fds			616,411.31		748,175.84		3.82	131,764.53
Large Cap								
FIDELITY CONTRAFUND INC #22	17,137.702	75.70	1,297,308.79	95.61	1,638,535.69		8.37	341,226.90
ISHARES RUSSELL MIDCAP ETF	4,092.000	117.11	479,198.93	154.76	633,277.92		3.24	154,078.99
SPDR S&P 500 ETF TRUST	41,003.000	135.50	5,555,753.47	187.01	7,667,971.03	33,811.48	39.17	2,112,217.56
JP MORGAN LARGE CAP GROWTH-SL	11,444.815	24.14	276,253.17	31.35	358,794.95		1.83	82,541.78
MAIRS AND POWER GROWTH FD	6,869.367	84.25	578,750.81	112.51	772,872.48		3.95	194,121.67
Total Large Cap			8,187,265.17		11,071,452.07	33,811.48	56.56	2,884,186.90
Mid Cap								
JANUS ENTERPRISE FUND T	2,529.057	65.58	165,843.36	83.30	210,670.45		1.08	44,827.09
Total Mid Cap			165,843.36		210,670.45		1.08	44,827.09
Small Cap								
ISHARES RUSSELL 2000 ETF	5,432.000	88.18	479,016.87	116.34	631,958.88		3.23	152,942.01
FIDELITY SMALL CAP DISCOVERY	10,269.962	30.05	308,564.30	31.43	322,784.91		1.65	14,220.61
Total Small Cap			787,581.17		954,743.79		4.88	167,162.62
Total Equity			9,757,101.01		12,985,042.15	33,811.48	66.34	3,227,941.14
Fixed Income								
Corporate Bonds								
AT&T INC 1.400% 12/01/17	200,000.000	97.55	195,100.00	98.94	197,886.00	933.33	1.01	2,786.00
AMER INTL GROUP 3.375% 8/15/20	200,000.000	98.99	197,974.00	102.09	204,178.00	862.50	1.04	6,204.00
BANK OF AMER CRP MTN 2.000% 1/11/18	200,000.000	98.63	197,250.00	99.81	199,626.00	888.89	1.02	2,376.00
CBS CORP 3.375% 3/01/22	200,000.000	97.49	194,980.00	97.96	195,916.00	562.50	1.00	936.00
DIRECTV HLDGS/FN 2.400% 3/15/17	150,000.000	99.50	149,250.00	102.18	153,274.50	160.00	.78	4,024.50
DOW CHEMICAL CO MTN 2.300% 3/15/17	150,000.000	100.00	150,000.00	98.82	148,230.00	153.33	.76	-1,770.00
DOW CHEMICAL CO MTN 2.600% 6/15/17	100,000.000	100.00	100,000.00	98.52	98,519.00	765.56	.50	-1,481.00
DOW CHEMICAL CO MTN 2.200% 2/15/19	100,000.000	100.00	100,000.00	99.17	99,170.00	207.78	.51	-830.00
DUKE ENERGY CORP 2.100% 6/15/18	125,000.000	99.43	124,287.50	100.31	125,391.25	772.92	.64	1,103.75
FORD MOTOR CRED MTN 4.150% 8/20/23	200,000.000	100.00	200,000.00	98.62	197,244.00	945.28	1.01	-2,756.00



Portfolio Holdings
TOWN OF EAST WINDSOR DB PENSION
Account WTC204000
Period Ending: 03/31/2014

Asset	Units	Unit Cost	Total Cost	Current Price	Current Market Value	Current Accrual	% of Total	Unrealized Gain/Loss
FREEPORT-MC C&G 2.150% 3/01/17	200,000.000	99.86	199,714.00	101.47	202,950.00	358.33	1.04	3,236.00
GEN ELEC CAP MTN V-A 4.000% 2/24/32	150,000.000	99.80	149,700.00	99.75	149,625.00	616.67	.76	-75.00
GEN ELEC CAP MTN V-A 3.500% 4/16/27	100,000.000	99.75	99,750.00	99.13	99,134.00	1,604.17	.51	-616.00
GOLDMAN SACHS GP MTN 3.750% 3/15/17	150,000.000	100.00	150,000.00	103.90	155,853.00	250.00	.80	5,853.00
GOLDMAN SACHS GP MTN 3.500% 8/15/20	100,000.000	100.00	100,000.00	97.85	97,851.00	155.56	.50	-2,149.00
GOLDMAN SACHS GP MTN 3.500% 12/23/18	100,000.000	99.95	99,948.00	98.84	98,838.00	408.33	.50	-1,110.00
HEWLETT-PACK CO 2.600% 9/15/17	150,000.000	99.75	149,625.00	103.04	154,561.50	173.33	.79	4,936.50
JP MORGAN MTN V-A 3.500% 3/09/24	200,000.000	99.75	199,500.00	97.86	195,720.00	441.10	1.00	-3,780.00
KRAFT FOODS GROUP 2.250% 6/05/17	250,000.000	101.83	254,567.50	102.51	256,265.00	1,812.50	1.31	1,697.50
LABORATORY CORP 2.200% 8/23/17	200,000.000	101.44	202,888.00	101.21	202,426.00	464.44	1.03	-462.00
MORGAN STANLEY 2.125% 4/25/18	50,000.000	100.30	50,152.00	99.78	49,890.50	460.42	.25	-261.50
MORGAN STANLEY MTN 3.250% 8/29/19	200,000.000	100.00	200,000.00	97.14	194,276.00	559.72	.99	-5,724.00
NATL RURAL UTIL MTN 3.000% 4/15/21	200,000.000	100.00	200,000.00	98.71	197,428.00	266.67	1.01	-2,572.00
SAFEMAY INC 3.400% 12/01/16	125,000.000	100.87	126,091.25	104.72	130,903.75	1,416.67	.67	4,812.50
SYMANTEC CORP 3.950% 6/15/22	200,000.000	99.48	198,952.00	99.14	198,270.00	2,326.11	1.01	-682.00
TOTAL SYSTEM SVCS 2.375% 6/01/18	100,000.000	99.80	99,800.00	98.61	98,605.00	791.67	.50	-1,195.00
Total Corporate Bonds			4,089,529.25		4,102,031.50	18,357.78	20.96	12,502.25
Intl. Bonds								
ENCANA CORP 3.900% 11/15/21	150,000.000	99.73	149,593.50	102.62	153,933.00	2,210.00	.79	4,339.50
TECK RESOURCES 3.000% 3/01/19	150,000.000	99.51	149,271.00	99.99	149,988.00	375.00	.77	717.00
TEVA PHARM FIN 3.650% 11/10/21	200,000.000	99.80	199,596.00	100.17	200,332.00	2,859.17	1.02	736.00
Total Intl. Bonds			498,460.50		504,253.00	5,444.17	2.58	5,792.50
Taxable Funds								
FEDERATED ULTRA SHORT FD-INS	82,473.473	9.19	757,596.82	9.16	755,457.01	602.91	3.86	-2,139.81
VANGUARD S/T INVESTMENT GRADE FD-ADM	54,999.816	10.74	590,838.86	10.73	590,148.03	1,019.06	3.01	-690.83
Total Taxable Funds			1,348,435.68		1,345,605.04	1,621.97	6.87	-2,830.64
US Treas & Agcies								
FHLMC MTN V-A 2.000% 1/30/24	200,000.000	100.00	200,000.00	99.84	199,690.00	677.78	1.02	-310.00
Total US Treas & Agcies			200,000.00		199,690.00	677.78	1.02	-310.00
Total Fixed Income			6,136,425.43		6,151,579.54	26,101.70	31.43	15,154.11



Portfolio Holdings
TOWN OF EAST WINDSOR DB PENSION
Account WTC204000
Period Ending: 03/31/2014

Asset	Units	Unit Cost	Total Cost	Current Price	Current Market Value	Current Accrual	% of Total	Unrealized Gain/Loss
<u>Short Term Cash</u>								
Money Market Fds								
DREYFUS TREAS PRIME CASH MGMT	437,361.020	1.00	437,361.02	1.00	437,361.02	.02	2.23	.00
Total Money Market Fds			437,361.02		437,361.02	.02	2.23	.00
Total Short Term Cash			437,361.02		437,361.02	.02	2.23	.00
<u>Uninvested Cash</u>								
Uninvested Cash								
Uninvested Cash	.000	.00	.00	.00	165.01		.00	165.01
Total Uninvested Cash			.00		165.01		.00	165.01
Total Uninvested Cash			.00		165.01		.00	165.01
Total			16,330,887.46		19,574,147.72	59,913.20	100.00	3,243,260.26



Selected Period Performance
TOWN OF EAST WINDSOR DB PENSION
 Account WTC204000
 Period Ending: 03/31/2014

Sector	Market Value	3 Months	Year to Date (3 Months)	1 Year	2 Years	Inception to Date (25 Months)
Total Fund	19,634,061	1.19	1.19	13.52	11.82	12.17
Total Fd Net Fee	19,634,061	1.09	1.09	13.04	11.37	11.74
East Windsor DB Plan Benchmark		1.52	1.52	12.70	11.25	11.74
Equity	13,018,854	1.29	1.29	21.51	17.33	18.32
Small Cap	954,744	.76	.76	23.96	20.16	20.69
Large Cap	11,105,264	1.48	1.48	22.16	17.76	18.80
Mid Cap	210,670	2.12	2.12	21.99	18.55	
Intl Equity Fds	748,176	-75	-75	13.55	11.45	12.71
S&P 500 Index		1.80	1.80	21.86	17.84	18.90
MSCI EAFE (US\$ & Net) Index		.66	.66	17.57	14.37	13.50
Fixed Income	6,177,681	1.43	1.43	.50	2.78	2.59
BarCap Int Govt / Cred Bd		1.00	1.00	-13	1.68	1.44
Money Market Fds	437,361	.00	.00	.00	.00	.00
Citigroup 3 Month Treas Bill		.00	.00	.02	.07	.06
Uninvested Cash	165	.00	.00	.00	.00	.00