TOWN OF EAST WINDSOR PENSION BOARD

SPECIAL MEETING Wednesday, June 15, 2016

Town Hall Meeting Room 11 Rye Street, Broad Brook, CT. 06016

PENSION BOARD:

Jason Bowsza, Chairman; Jerilyn Corso; Cynthia Herms; Kathy Bilodeau; Thomas Strempfer; Edward Bowsza; David King

ATTENDANCE:

Jason Bowsza, Chairman; Cynthia Herms; Kathy Bilodeau; Edward Bowsza; David King; Jerilyn Corso; Thomas Strempfer; Kimberly Lord, Advisory Absent: Robert Maynard, Advisory

Call to Order:

Jason Bowsza called the meeting to order at 5:07 p.m. in the Town Hall Meeting Room, 11 Rye Street, Broad Brook, CT.

Approval of Minutes:

A motion was made by Edward Bowsza, seconded by David King, and it was unanimously approved to accept the Minutes of the Special Meeting, held on June 9, 2016.

Public Participation:

There was no public participation.

Old Business:

a. Discussion and Possible Action: Actuary Assumptions for FY 18

The board members discussed potential changes in plan assumptions. Milliman had provided three different scenarios, with interest rates set at 6.5, 6.75 and 7%.

A motion was made by David King, seconded by Edward Bowsza and it was unanimously approved to change the plan assumptions to reflect current market conditions. The approved alternative assumptions are attached to these minutes.

New Business:

b. Executive Session per CGS §1-200(6)(B)

A motion was made by David King, seconded by Tom Strempfer, and it was unanimously approved to enter into Executive Session at 5:12 p.m.

The board members came out of executive session at 5:49 p.m.

A motion was made by Tom Strempfer, seconded by Jerlilyn Corso, and it was unanimously approved to adjourn at 5:50 p.m.

Respectfully submitted,

Kimberly Lord, temporary clerk

Town of East Windsor Pension Plan - Analysis of Alternative Assumptions and Funding Method

Based on July 1, 2015 Valuation

	Change in ADC	Actuarially Determined Contribution (ADC)	Interest to beginning of FY	Net Normal Cost	Expected Employee Contributions	Total Normal Cost	Past Service Cost	Amortization Growth Rate	Amortization Period	Funded Ratio	Unfunded Accrued Liability	Actuarial Value of Assets	Accrued Liability	Impact on Contribution	Apply Interest to Beginning of FY?	Amortization Period	Funding Method	Interest Rate	Salary Scale / Amortization Growth Rate	Mortality Projection	Actuarial Method and Assumptions
		946,526	0	585,677	248,158	792,935	360,849	4.00%	14	82.8%	4,226,933	20,416,316	\$24,643,249		No	14	PUC	7.00%	4.00%	AA	Valuation Baseline
	302,080	1,248,606	76,206	653,101	246,939	859,140	519,299	3.50%	14	77.1%	6,078,019	20,416,316	\$26,494,335		Yes	14	PUC	6.50%	3.50%	BB	Alternative Basis
6115/16	- approved revolutions					Tellatice and illitications on use, continue to apply.	2015 valuation report dated February 9, 2016, including statements of	the Milliman work product. The explanatory notes contained in the July 1,	aided by their own actuary or other qualified professional when reviewing	parties who receive this work. Milliman recommends that third parties be	Milliman does not intend to benefit and assumes no duty or liability to other	described herein and may not be appropriate to use for other purposes.	This work product was prepared solely for the Town for the purposes		Reflects timing lag between valuation date and contribution payment	Period of time to pay off unfunded liability and become fully funded	EAN is the basis for financial reporting under GASB 67/68	Based on expected long term rate of return on target portfolio	We recommend assuming lower future growth rate	BB represents an update on future improvements in longevity	Notes

6/10/2016