

HULL CONTRIBUTORY RETIREMENT BOARD MEETING

May 20, 2008

9:00 a.m. (Selectmen's Meeting Room)

The regular meeting of the Hull Contributory Retirement Board, duly posted to be held in the Selectmen's Meeting Room, Town Hall, Hull, MA on the above date was called to order at 9:20 a.m. Present were Marcia Bohinc, Chairperson, Members Leonard Colten, Gerald Ball, and Rocky Tenaglia and Retirement Administrator, Jennifer Miller. Maurice Murphy was absent.

To Be Voted:

Read and attest to the minutes from the April 29, 2008 regular Board Meeting

Motion made by Leonard Colten seconded by Rocky Tenaglia to attest to the minutes of the held on April 29, 2008.

Unanimously voted:

Payments

- Sign all bill warrants for May 2008
- Sign the contributory payroll for May 2008

The Board signed all the bill warrants inclusive of the transfer out and refund as well as the contributory payroll for the month of May.

Transfer Out

- Norfolk County Retirement Board request transfer of member's funds held in the name of James Sutherland, former Hull police officer.

Transfer of Mr. Sutherland's account to the Norfolk County Board as follows: \$33,804.88 amount of accumulated deductions, plus \$559.52, interest, to a total transfer of \$34,364.40. The Hull Retirement Board accepts service credit liability of 7 years 3 months for the period of 01/07/2001 to 04/19/2008.

Motion made by Rocky Tenaglia seconded by Gerald Ball to transfer the account of James Sutherland to the Norfolk County Retirement Board as describe above.

Unanimously voted:

Refund

- Jason Walsh, former employee of the school department, request refund of accumulated deductions.

Refund payable as follows: \$9,228.30, amount of accumulated deductions, less \$1,845.66 for Federal Tax withholding, to a total refund of \$7,382.64.

Motion made by Rocky Tenaglia seconded by Leonard Colten to refund Jason Walsh as described above.

Unanimously voted:

9:15 Larry Stone – 01/01/2008 Actuarial Report Kick Off meeting.

Larry distributed to the Board the Hull Retirement Board January 1, 2008 Actuarial Valuation containing a Review of Assumptions, Methods and Preliminary Results. Results from this study will be used starting Fiscal 2010. The preliminary results were that the Board had asset gain, Minutes

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liability loss and assumption gain resulting in an overall gain. The Board is now better funded at 51% as opposed to the 43% it was funded as of the 01/01/2006 valuation.

The Board had over \$2.4 million actuarial asset gain for calendar years 2006 and 2007.

The assumptions used were 7.75% interest rate, 4.75% salary assumption, same length of time, and the use of market value of assets. Various scenarios resulted in slight increases or decreases in the Town's required contribution for FY2010. Based on this, the Board requested further options including a comparison using 8% interest rate over 17 and 16 years time.

Also addressed with Larry Stone was a reconciliation between the number of active and refunded participants reported in the valuation against those reported on the annual statement as was pointed out in the recent PERAC audit. It was determined that the reasons for the discrepancies were valid and no further action is deemed to be required at this time.

In final, Larry Stone will provide the Board with a comparison study, as well as verify the salary increase assumption for actual results for review at its next meeting prior to the Board making a final vote on the new funding schedule.

Review

MACRS Proposed Amendments to the Constitution and Bylaws.

Year-to-date trial balance and cash accounts reconciliation for March 2008.

The Board reviewed the trial balance and cash accounts for the month of March.

- Old business
- New Business

Informational Mail

- PERAC Pension Newsflash
- PERAC Memo #19/2008 Re: Former Members Returning to Public Employment
- Michael Reardon – Institutions Suffer Lowest Returns Since 2002
- Segal Bulletin

Meeting adjourned: 10:50 a.m.

Marcia Bohinc, Chairman

Leonard Colten

Absent

Maurice Murphy

Gerald Ball

Rocky Tenaglia