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TOWN OF STONINGTON
RETIREMENT BOARD
May 5, 2015

The Stonington Retirement Board held their regular meeting on this date at 9:00 a.m., at the Stonington Town Hall. Board members present were: Vincent A. Pacileo III, Chairman; and Timothy O'Brien. Absent were Frank Todisco and Bill King. Also in attendance was Devon Francis, representing Fiduciary Investment Advisors (F.I.A.); Thomas Wall, representing Wells Fargo; and James Sullivan, Interim Finance Director.

The meeting was called to order at 9:04 a.m.

Review of Fund Performance:
Ms. Francis distributed F.I.A.'s report entitled Town of Stonington, CT Pension Plan, Quarterly Investment Review, First Quarter 2015. She reviewed the report with the Board, which included the Fiduciary Governance Calendar, Capital Markets Overview, Portfolio and Manager Review and an Asset Allocation Study. The report is on file in the Department of Administrative Services. Ms. Francis stated that no managers are on watch or termination status, so F.I.A. does not recommend any asset allocation changes at this time.

Ms. Francis reviewed the Portfolio's performance. The Portfolio outperformed the Blended Benchmark for the 1st Qtr. 2015; YTD; July 2014 to March 2015; 1 Year; 3 Years; & 7 Years. The Portfolio underperformed the Blended Benchmark 5 Years; 10 Years; and since inception.

It was noted that the rate of return used as one of the assumptions for the 07/01/2014 Actuarial Valuation was 6.75%, down from 7.5%, which is more representative of expected future market conditions and returns.

Wells Fargo Custodial Services Update:
Mr. Wall distributed a report entitled Institutional Retirement and Trust 2015 Annual Executive Summary for Town of Stonington Retirement Plan. Wells Fargo took over custodial services of the Stonington Retirement Plan effective September 1, 2014. Mr. Wall gave the Board a brief overview of their services and Wells Fargo's history.

Old Business: There was no old business.

New Business:
a. Trustee Role Relative to 401A Plan
Mr. Pacileo noted that the Town now has a 401A Plan and has offered an optional 457 Plan over the years and that there should be fiduciary oversight of these plans as well as the defined benefit plan. Discussion ensued regarding the possible expansion of the Retirement Board to include oversight of the defined contribution plans and possible expansion of F.I.A.'s services as well. Mr. Pacileo will contact the Town's pension attorney to discuss the Town's fiduciary responsibilities and the expanding Retirement Board's responsibilities to cover these plans and other plans that will need oversight.

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Approval of December 2, 2014 Minutes:
The approval of the Minutes was tabled due to lack of a quorum.

There being no further business to come before the Board, the meeting adjourned 10:26 a.m.

Respectfully submitted,

Vincent A. Pacileo, III
Chairman

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