

Brockton Contributory Retirement Minutes for January 29, 2019 at 1:00 P.M.

William R. Farmer, Chairman
Matthew J. McLaughlin, Appointed
MaryLynn Peters Chu, Ex Officio

Edward P. Mack, Elected (*absent*)
Scott G. Albanese, Elected

Executive Director, Jeanne Martineau and Board Counsel Greg Galvin present

Votes to be recorded as (Yes- No- Abstain)

Chairman recognized any member of the public who wishes to be acknowledged

Minutes:

- Motion by S. Albanese, second by M. McLaughlin to approve the minutes of December 18, 2018.

So voted: (4-0-0)

Vendor and Payroll Warrant:

- Motion by S. Albanese, second by M. McLaughlin to approve and authorize the payment of bills listed on the warrant of January 31, 2019.

So voted: (4-0-0)

- Motion by S. Albanese, second by M. McLaughlin to approve and authorize the Contributory Pension Payroll for January 31, 2019.

So voted: (4-0-0)

Refunds

n/a

Transfers Out

n/a

Retirement Applications Received:

<u>Name</u>	<u>Dept.</u>	<u>Type</u>	<u>Effective Date</u>
Bradford R. Gillpatrick	Fire Dept.	Superannuation	01/18/2019
Stanley J. Burrell, III	Fire Dept.	Superannuation	01/19/2019
Mark E. Baker	Fire Dept.	Superannuation	01/12/2019
Susan J. Koza	Fire Dept.	Superannuation	01/19/2019
Charles L. Davis, II	Fire Dept.	Superannuation	01/15/2019
Richard A. Sarcevicz	Highway Dept.	Superannuation	01/14/2019
Donald K. Whitehead	School Dept.	Superannuation	01/08/2019

- Motion by S. Albanese, second by M. McLaughlin to accept the Retirement Applications as listed above.

So voted: (4-0-0)

Educational Opportunities

1. PERAC Memo #2/2019 - Mandatory Retirement Board Training - 1st Quarter 2019

Mass Municipal Auditors and Accountants Association Annual Training Program March 11-13 at UMass, Amherst.

- Motion by S. Albanese, second by M. McLaughlin to authorize the attendance of the Executive Director.

So voted: (4-0-0)

November

Void/cancel Checks: #400760

Replacement Check Series Used: #400800

December

Warrant Check Series Used: #400801-400824

Retiree's Payroll Check Series Used: #400846-400851

Retiree's Payroll End Check Series Used: #400825-400845

Void/cancel Checks: n/a

Replacement Check Series Used: n/a

Financials

Review Trial Balance/Bank Statements

SEI - Terrence Gerlich present to review Performance Reports as of December 31, 2018 and 4th Quarter

Gerlich reviewed the report with the Board which demonstrated a 4th Quarter flight to safety. While the market was experiencing positive returns in the first three quarters, the fourth quarter, especially the final month investors panicked. SEI realized a return of (6.03) compared to PRITs return of (1.83). Gerlich explained that these numbers can be deceptive as PRIT returns are reported on a lag, and the true effects of 4Q will be seen in PRITs future reports. Contributing to SEI's underperformance is the portfolio's lack of private equity, whereas PRIT has fully mature P/E programs. Member Farmer pointed out that even if Brockton had invested in PRITs P/E instead of SEI the Brockton portfolio still not realize the full PRIT return as their P/E investment would be as immature. Gerlich stated that up until 4Q SEI has been on par with PRITs performance. SEI's goal is to see another \$10M commitment in 2019 thus continuing to build up the P/E as fast as practicable. He pointed to SEI's Real Estate investment return which realized 8.9%, however, the R/E legacies dragged the overall strategy down to 4.41%. Going forward SEI sees no evidence of recession, however, they do feel overall growth is slowing. SEI will return in March.

Disabilities

1:35

LEONARD D. WIDDISS, Brockton Firefighter submitted an Accidental Disability Application under § 7.

- Motion by S. Albanese, second by M. McLaughlin to enter into Executive Session for purposes of discussing medical records.

Roll Call Vote: M.M. (I), S.A. (I), B.F.(I), M.P.C.(I)

- Motion by S. Albanese, second by M. McLaughlin to exit Executive Session

Roll Call Vote: M.M. (I), S.A. (I), B.F.(I), M.P.C.(I)

- Motion by S. Albanese, second by M. McLaughlin to accept the Accidental Disability Application and to request that PERAC convene the Independent Medical Panels.

So voted: (4-0-0)

RAYMOND B. ROBERTS, Retired Brockton Firefighter submitted an Accidental Disability Application under § 94B.

- Motion by S. Albanese, second by M. McLaughlin to accept the Accidental Disability Application and to request that PERAC convene the Independent Medical Panel .

So voted: (4-0-0)

KARL J. STENSTROM - Medical Panel Certificate, all three questions answered in the affirmative.

- Motion by S. Albanese, second by M. McLaughlin to accept the findings of the Medical Panel, award the ADR, and to forward the Disability Transmittal to PERAC

So voted: (4-0-0)

USHA D. SHARMA - Medical Panel Certificate, all three questions answered in the affirmative.

- Motion by S. Albanese, second by M. McLaughlin to accept the findings of the Medical Panel, award the ADR, and to forward the Disability Transmittal to PERAC

So voted: (4-0-0)

1:46

KAREN D. HUGHES, Administrative Assistant Brockton Public School submitted an Accidental Disability Application under § 7. Attorney John A. Smillie, Jr. representing.

- Motion by S. Albanese, second by M. McLaughlin to enter into Executive Session for purposes of discussing medical records.

Roll Call Vote: M.M. (I), S.A. (I), B.F.(I), M.P.C.(I)

- Motion by S. Albanese, second by M. McLaughlin to exit Executive Session

Roll Call Vote: M.M. (I), S.A. (I), B.F.(I), M.P.C.(I)

- Motion by S. Albanese, second by M. McLaughlin to accept the Accidental Disability Application and to request that PERAC convene the Independent Medical Panels.
So voted: (4-0-0)

OLD BUSINESS

ELAINE M. SIMMONS- Director discussed option selection papers and makeup for retiree.

1. LON ELLIOT – Board reviewed letter received December 20, 2018 from Attorney George N. Asack, Jr. requesting the Board either approve or deny Mr. Elliott's Accidental Disability Application. Also reviewed was Counselor Galvin's response dated January 03, 2019 clarifying the Board's denial along with appeal rights.

IT-

Director informs Board there has been no further progress with Schools.

M. Peters Chu, City Auditor, said that she is still working on this with the schools and hopes to have more information soon.

NEW BUSINESS

Schedule COLA Hearing- Board scheduled hearing for February 28, 2018 at 1:00 P.M.

2. Review and approve Election Schedule for elected member

- Motion by S. Albanese, second by M. McLaughlin to accept the Election schedule and to appoint Executive Director Jeanne Martineau as the Elections Officer

So voted: (4-0-0)

Director seeks guidance on Makeup/Buyback policy and assignment of cumulative interest.
TABLED: to be discussed at the February meeting

Discuss Retirement Personnel issues and potential contracts

There was discussion around the separate contracts, potential merit increases, and re-organization of the office. The Chair wanted a full Board present before any decisions are made.

Other Business

Other Business not reasonably anticipated by the Chair
n/a

NON ACTION ITEMS

Appeals

- 3. Received Notice of Appeals re: John Lonergan (Petitioner) v. Brockton Retirement Board (Respondent)

Notice of Deaths

Olga Monohan deceased January 7, 2019, no further payment shall be made in her name after the date of death.

Mildred I. Bowker deceased January 8, 2019, no further payment shall be made in her name after the date of death.

Margaret Bell deceased January 14, 2019, no further payment shall be made in her name after the date of death.

Donald W. Bissett deceased January 22, 2019, surviving spouse Tina L. Bissett will receive a monthly Option C survivor Benefit.

John J. Yuskaitis deceased January 17, 2019, no further payment shall be made in his name after the date of death.

Charles E. Deignan Survivor of Doris Deignan deceased January 15, 2019, no further payment shall be made in his name after the date of death.

Retirement Approvals

<u>Name</u>	<u>Dept.</u>	<u>Type</u>	<u>Effective Date</u>
Robert A. Hayden	School Dept.	Accidental Disability	07/25/2017

PERAC Memos

<http://www.mass.gov/perac/forms-pubs/memos/>

PERAC Memo #35/2018 2018 Disability Data

PERAC Memo #1/2019 840 CMR 10:10(3) & 10:15(4)-Annual Review of Medical Testing fee

PERAC Memo #2/2019 Mandatory Retirement Board Member Training - 1st Quarter 2019 (previously emailed 1/9/2019)

- PERAC Memo #3/2019 2019 Limits under Chapter 46 of the Acts of 2002
- PERAC Memo #4/2019 2019 Limits under Section 23 of Chapter 131 of the Acts of 2010
- PERAC Memo #5/2019 COLA Notice
- PERAC Memo #6/2019 Actuarial Data
- PERAC Memo #7/2019 Buyback and Make-up Repayment Worksheets
- PERAC Memo #8/2019 2019 Interest Rate Set at 0.1%
- PERAC Memo #9/2019 Accounting Changes
- PERAC Memo #10/2019 Administrative Reminders

Other Business

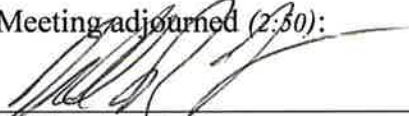
Director Updated the Board on 1099 changes

Director Updated the Board on Arsenal Real Estate Investment; BorderTown Exit Scenarios

Next meeting February 28, 2019:

- Motion by S. Albanese, second by M. McLaughlin to adjourn the meeting
So voted: (4-0-0)

Meeting adjourned (2:50):



 William R. Farmer, Chairman

ABSENT

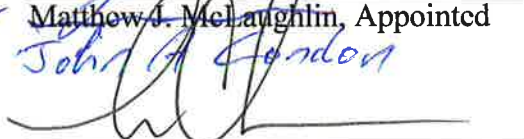
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 Scott G. Albanese, Elected



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