

Deborah A. Connolly	School Dept.	Superannuation	06/26/18
Carol A. Morrison	School Dept.	Superannuation	06/26/18
Jane M. Corlito	School Dept.	Superannuation	06/26/18

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

So voted: (5-0-0)

Education Opportunities

n/a

May

Warrant Check Series Used: #400314-400340

Retiree's Payroll Check Series Used: #400285-400307

Retiree's Payroll End Check Series Used: #400308-400313

Replacement Check Series Used: n/a

Void/cancel Checks Used: n/a

Misprint/ Void: n/a

Visitors/ Financials

Review Bank Reconciliation Statement

1. SEI -Performance Report as of end of Month May

FIA: Anthony Tranghese, and Richard Carey present to discuss Portfolio Performance

The asset allocation and performance are on target with the Board's mandate, SEI's fees are in line with PRIT with the exception of the private equity fees, which are higher than PRIT's.

When viewing SEI's performance vs. PRIT's, the latter has outperformed SEI since inception, however, when breaking the performance down quarterly, PRIT has only outperformed SEI 5 of the 13 quarters which has been managed by SEI (SEI investments only). The 3Q of 2015 was a serious lag of 2.9% which causes the overall performance to fall below PRIT.

PRITs best performer has been Private Equity, which returned 25% of their portfolio, however, Brockton has not had time to build up it's P/E program. When comparing SEI's actual managers against their comparable index, SEI has met or beat the index in most cases. SEI's real return was not a positive allocation or positive manager value-add, this was an allocation decision that has not proven effective for the portfolio. However, not having Hedge Funds has helped Brockton as that holding was a detractor for PRIT.

Anthony concluded that SEI is still doing what it was hired to do and he will return sometime after 3Q 18.

(1:35)

2. KMS Actuaries- Linda Bournival present to discuss assumptions and preliminary data for Actuarial Study as of 01/01/2018.

The actuary presented the results of her study, and several funding schedules. She started with a baseline schedule which assumed no changes. There was much discussion and Jay Condon, Brockton CFO contributed. The Board agreed to change the actuarial rate of return assumption from 8% - 7.75%, the salary assumption from 3.75 to 4.25 and increase administrative expenses by approximate \$100,000. They reviewed schedules and discussed a reasonable approach to funding the System while adopting a reasonable increase that the City could handle. Condon agreed these assumptions were reasonable and did not disagree with an 8% increase to the budget. He left before the vote was taken.

- Motion by B. Parlow, second by E. Mack to adopt funding schedule E, which assumes a 7.75% return rate and fully funded in year 2032.

So voted: (5-0-0)

(Bournival and M. McLaughlin exit 2:40)

OLD BUSINESS

3. 90A- HALF PAY

Preliminary numbers available for FY 2018 rates.

NEW BUSINESS

12(2)(d) Application

Lindy L. Tautkus- Application for 12(2)(d) Benefits, survivor of ROBERT P. TAUTKUS, Construction Foreman for the Sewer Department.

- Motion by E. Mack, second by M. Peters Chu to find that the applicant meets the criteria for death benefits and award the 12(2)d benefit to Lindy L Tautkus.

So voted: (4-0-0)

Potential Request for MGL c 32 s 20 5 (c) (3)

Mr. Frederic E. LaFrance was advised that his retirement was submitted to PERAC as an Option A, not the Option B as he requested.

- Motion by B. Parlow, second by E. Mack to waive debt owed pursuant to s. 20 5 (c) (3)

So voted: (4-0-0)

Workers' Comp Lump Sum Settlement

JUDY GODINO, ADR retiree reached a settlement with the City regarding C. 152 benefits

- Motion by E. Mack, second by M. Peters Chu, to accept the workers' compensation offset of 20% per Board policy.

So voted: (4-0-0)

PAUL E. LaPIERRE, Jr. ADR retiree reached a settlement with the City regarding C. 152 benefits

- Motion by E. Mack, second by M. Peters Chu, to accept the workers' compensation offset of 20% per Board policy.

So voted: (4-0-0)

Director to seek guidance on accepting Liability for Non Members

The Director reviewed a liability acceptance letter written by a staffer which accepted non membership service. She asked the Board if this was a standard policy for Brockton. The Board agreed that if a person was never a member of the System they should not accept liability for service that they were not originally eligible for.

Other Business

Other Business not reasonably anticipated by the Chair

NON ACTION ITEMS

Notice of Deaths

Harry Nordin deceased April 26, 2018, no further payment shall be made in his name after the date of death.

Ward Gordon deceased May 21, 2018, Option C survivor benefits will be made to Mary Gordon.

Samuel C. Sergio, Sr. deceased June 1, 2018, nine days owed for Option C Pop-up due to his spouse's death on May 23, 2018.

Patricia Hill deceased July 2, **2017**, no further payment shall be made in her name after the date of death.

Staff learned of her death due to an undeliverable affidavit. This retiree is on Direct Deposit. The Office is in the process of contacting the next of kin to determine if the funds are still on deposit and available for reverse ACH.

Active Member:

Robert P. Tautkus, active member, Foreman in the Sewer Department, deceased April 27, 2018. 12(2)d paperwork forwarded to spouse.

Retirement Approvals

<u>Name</u>	<u>Dept.</u>	<u>Type</u>	<u>Effective Date</u>
Paul LaPierre, Jr.	DPW	Accidental Disability	12/01/17
John M. McGarry	Election/Registrar	Superannuation	02/28/18
John Beals, Sr.	BHA	Superannuation	02/16/18
Theodore A. Hancock	School Dept.	Accidental Disability	02/23/18

Other Business

PEPTA to be Reintroduced; Opposition Letters Needed to Congressional Delegations
(previously emailed to Bd 6/19/18)

- Motion by B. Parlow, second by E. Mack to send a letter of Opposition to Congressional Delegates.

So voted: (4-0-0)

PERAC Memos

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

4. # 18-2018 Vernava Follow up: Compliance with PERAC Memoranda
19-2018 Tobacco Company List

Next meeting June 25, 2018

Chair stated, "Let the record show that the Board thanks Member Bill Parlow for his many years of service" and expressed deep gratitude. The remaining Board members concurred.

- Motion by B. Parlow, second by E. Mack to adjourn the meeting

So voted: (4-0-0)

Meeting adjourned (3:15):

William R. Farmer, Chairman

Edward P. Mack, Elected

Matthew J. McLaughlin, Appointed

William E. Parlow, Elected

MaryLynn Peters Chu, Ex Officio