

**CITY OF EAST PROVIDENCE
POLICE & FIRE RETIREMENT SYSTEM
JOURNAL**

A special meeting of the Police & Fire retirement System Board of Trustees WAS held on Thursday, the 23rdth of September at 9:00 AM in Conference Room A at City Hall.

Trustees:

CH Lt. James Bellamy, Chairman, Fire Representative – Present /~~Absent~~
WN Lt. William Nebus, Police Representative – Present /~~Absent~~
WA William C. Andre, Retiree Representative – Present /~~Absent~~
JB John Bovi, Civilian Representative – Present /~~Absent~~
RC Robert E. Cusack, Council Representative – ~~Present~~ /Absent
RB Richard M. Brown, City Manager – Present /~~Absent~~
DG Donald E. Gray, Jr., Director of Finance, Administrator Secretary – Present /~~Absent~~

Additional Attendees:

Mike Dwyer, Wainwright Investments, City's Pension Consultants
Jeff Fabrizio, Wainwright Investments, City's Pension Consultants

The meeting was called to order at 9:08 AM.

1. Approval of Minutes of Meeting of August 26, 2010.

Motion to Approve:

BY: DG 2nd: JB Vote: Yea: 6 Nay: 0

A. Items Received for the Record:

1. List of retirees receiving a COLA for the month of September.
2. Invoice paid to Bank of America for final charge for Edgewood
3. Letter to Policeman Mr. Brian Mulvey informing him that since he did not repay the pension contributions that he withdrew within the time period allowed by the Pension Board, his new date of hire will be March 11, 2009 for pension computation purposes.
4. Letter to Bank of America requesting them to deposit check from Joseph R. Pimental representing overpayment to Mr. Pimental due to the changing of his pension from regular to disability.

5. Letters to Mr. Braganca, Mr. Kenny and Mr. Braga requesting them to have a complete record of their medical history pertaining to their request for a disability retirement forwarded to the Board so that this information may be given to the Physicians whom the city will have them see as our Independent Medical Examiners.
6. LSV monthly Portfolio Summary for August 2010
7. RhumbLine Advisors Monthly Performance Summary for August 2010.
8. Artio Global Investors Monthly Summary for August 2010
9. IRM Core Fixed Income Monthly Summary for August 2010
10. State Street Global Quickview Valuation for August 2010
11. Bank of America's monthly reports for the month of August 2010 for the Edgewood Account, Distribution Account and the Custodial Agreement.
12. Letter to BOA requesting sale and transfer of \$492,000 to Distribution Account to cover September's pension benefit payments.

Motion to receive all for the record:

BY: **DG** 2nd: **RB** Vote: Yea: **6** Nay: **0**

B. Items to be acted upon:

1. Review of the August flash report by Wainwright Investments

Discussion: There was no discussion on the verbal report presented by Mr. Mike Dwyer, Wainwright Investments, City's Pension Consultants

Motion to receive all for the record:

BY: **RB** 2nd: **DG** Vote: Yea: **6** Nay: **0**

2. Investment Policy Statement

Discussion: Jeff Fabrizio of Wainwright Investments handed out a graph showing the three mixes suggested by Wainwright as well as the asset mix as suggested by Mr. Gray on an Efficient Frontier Graph. He then went on to explain what the graph meant and how to interpret it. After further discussion it was determined that portfolio mix number three by Wainwright appeared to be the best fit for the City of East Providence's pension investment allocation. It was determined the Wainwright would revise the Proposed Investment Policy Statement to include Asset Allocation Mix Number Three and to make a few minor changes to the proposed policy and to bring said policy back to the Board at the next meeting for final review and approval.

Motion: No motion was made on this item at this time

3. Continued Discussion of Alternative Investment Strategies

Discussion: Real Estate/Real Assets, Private Equity and Hedge Fund of Funds were discussed as possible alternative investment vehicles as a way to increase returns and reduce risk. Wainwright Investments explained the differences of each vehicle and how they might enhance the City's portfolio. It was decided that these investment vehicles should be included in the City's Investment Policy Statement to allow for these investment; however these investments should not be pursued at this time.

Motion: No motion was made.

BY: _____^{2nd}: _____ Vote: Yea: _____ Nay: _____

NEXT MEETING SCHEDULED FOR THURSDAY October 28, 2010

Meeting Adjourned 10:14AM

Respectfully submitted by:

Donald E. Gray, Jr.
Director of Finance
Administrator & Secretary
Police & Fire Retirement System