

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

A regular meeting of the Police & Fire retirement System Board of Trustees WAS held on Thursday, the 28rd<sup>th</sup> of October 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 **9:06 AM**.

1. Approval of Minutes of Meeting of September 23, 2010.

Motion to Approve:

BY: WA 2<sup>nd</sup>: RB Vote: Yea: 7 Nay: 0

A. Items Received for the Record:

1. List of retirees receiving a COLA for the month of October.
2. Bank of America's monthly reports for the month of September 2010 for the Edgewood Account, Distribution Account and the Custodial Agreement.
3. Artio Global Investors Monthly Summary for September 2010
4. LSV monthly Portfolio Summary for September 2010
5. RhumbLine Advisors Monthly Performance Summary for September 2010.
6. IRM Core Fixed Income Monthly Summary for September 2010
7. Invoices from Bank of America for the Quarter July 1, 2010 to September 30, 2010 for the Edgewood Account, Distribution Account and the Custodial Account in the amounts of \$940.00, \$3,408.50, and \$3,326.25 respectively and paid October 18, 2010.

8. Invoice from IRM for the Quarter July 1, 2010 to September 30, 2010 in the amount of \$9,650.70 paid October 22, 2010.
9. Invoice from Wainwright Investment Counsel, LLC for the Quarter July 1, 2010 to September 30, 2010 in the amount of \$13,750.00 paid September 30, 2010.
10. Letter to BOA transferring \$500,000.00 from Loomis Sayles Fixed Income to BOA Distribution Account for funding for October 29, 2010 pension benefit payments.
11. Invoice from Artio Global for the Quarter July 1, 2010 to September 30, 2010 in the amount of \$25,082.85 paid October 25, 2010.

Motion to receive items 1 thru 7 for the record:

BY: WA 2<sup>nd</sup>: RB Vote: Yea: 7 Nay: 0

Motion to receive items 8 thru 11 for the record:

BY: DG 2<sup>nd</sup>: WA Vote: Yea: 7 Nay: 0

B. Items to be acted upon:

1. Request of Alan R. Kenny, Retired East Providence Fireman to be transferred from Service Retirement to Disability Retirement due to the development of cancer.

Discussion: Whether or not to require Mr. Kenny to be seen by three independent doctors since this is a cancer case. Also whether or not to have Mr. Kenny return to Rhode Island to be seen by local doctors or to contact a municipality near Mr. Kenny's residence in Florida for referrals to doctors for Mr. Kenny to be seen in Florida.

Motion: To have the Director of Finance contact a municipality in the vicinity of Mr. Kenny's hometown to try and receive referrals to doctors specializing in cancer and for the Director of Finance to set up appointments with three of the referred doctors to examine Mr. Kenny and to forward copies of Mr. Kenny's medical records to these doctors for review and report back to the City of East Providence.

BY: RB 2<sup>nd</sup>: WA Vote: Yea: 7 Nay: 0

2. Review of the September flash report by Wainwright Investments

Discussion: Wainwright has determined that the benchmark index for Vanguard Small Cap Index Signal Fund (VSISX), Russell 2000, is no longer appropriate and would like to change the benchmark index to MSCI U.S. Small Cap 1750.

Motion: To change the benchmark index for the Vanguard Small Cap Index Signal Fund (VSISX) from the Russell 2000 to the MSCI U.S. Small Cap 1750.

BY: RC 2<sup>nd</sup>: RB                      Vote: Yea: 7 Nay: 0

3. Investment Policy Statement

Discussion: An updated draft of the Investment Policy Statement (IPS) along with an Asset Allocation Analysis and a Proposed Rebalancing was handed out to each board member by Wainwright. Page 5 section VII. First line last word was decided to be changed from monthly to quarterly. The index proxy for Small Cap Core was to remain the Russell 2000 as this new asset allocation would more appropriately reflect the Russell 2000 than any other small cap index benchmark. Page 6, Section IX, the fourth bullet should be eliminated as it was deemed redundant to bullet two.

Motion: To accept the Asset Allocation Analysis “Mix 3” as the allocation for the plan and to accept the Proposed Investment Policy Statement as amended.

BY: RC 2<sup>nd</sup>: RB                      Vote: Yea: 7 Nay: 0

4. Continued Discussion of Alternative Investment Strategies

Discussion: As the Board had already approved an Asset Allocation for its Investment Policy Statement, this item did not need to be discussed.

Motion: None

BY: \_\_\_\_\_ 2<sup>nd</sup>: \_\_\_\_\_                      Vote: Yea: \_\_\_\_\_ Nay: \_\_\_\_\_

NEXT MEETING SCHEDULED FOR THURSDAY December 9, 2010

Meeting Adjourned 10:26am

Respectfully submitted by:

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