

FINANCE DEPARTMENT
Tel (203) 563-0114
Fax (203) 563-0299



TOWN HALL
238 Danbury Road
Wilton, Connecticut 06897

Investment Committee Meeting
July 14, 2010
Meeting Room B

Present: Robert Kelso, Paul Burnham, Robert Schultz, Warren Serenbetz , Richard Wehrmann

Others: Paul Connors (Vanguard), Carol Misus (Vanguard), Sandy Dennies, Rich McArdle, Gil Bray

Call to Order

Chairman Kelso called the meeting to order at 6 PM

Approval of April Minutes

A Motion was made by Mr. Serenbetz seconded and carried unanimously to approve the April 14, 2010 minutes.

Review of Account Performance

Update: Mr. Connors said that the OPEB account was completed and funded by June 30, 2010. As far as monthly reporting was concerned, he added that new user names and passwords would be sent out to the Members of the Investment Committee so that they could view the accounts online (read only). He then went on to explain Vanguard's fee structure.

Vanguard Outlook

Markets and Economy: Ms. Misus provided the Committee with an overview of recent market trends and the economic drivers behind them. (She referred them to page 5 of the Executive Summary that was handed out to the Members).

Recommendations: She said that Vanguard still recommends Real Estate as a diversifier (REITS). Vanguard still feels that the portfolio is over weight in Emerging Markets and they advise against this.

A discussion ensued regarding the investments and transferring funds into REITS. Mr. Kelso made a MOTION to move 2% of the Total Stock Market funds into the REIT index

fund. The motion was seconded by Mr. Serenbetz and carried 4-1 with Mr. Burnham voting not in favor of the motion.

A discussion ensued around other portfolio allocations and Emerging Markets. The consensus was to leave the Emerging Markets alone.

A MOTION was made by Mr. Kelso to take 5 million out of the short term investment grade and transfer it to the Intermediate Term Investment Grade. The motion was seconded and carried unanimously.

With the pension contribution that is coming in (\$3.1 million) the Committee decided to take \$1.2 million of that and put it into Intermediate Investment Grade and the remainder would go toward the policy allocation between Total Stock Market and FTSE.

OPEB would mirror these transactions.

The Meeting was adjourned at 7:15 PM