CITY OF STAMFORD POLICEMEN'S PENSION TRUST FUND BOARD

A Regular Meeting of the Stamford Police Pension Board of Trustees was held on Tuesday, November 5, 2013 at 5:30 p.m. at Stamford Police Headquarters.

Present at the meeting were Lt. Michael Noto, Commissioner Michael Berkoff, Commissioner Frank Mercede, and Mr. Tom Deegan. Also present were Mr. Tim Eng, Ms. Leslie Billet and Mr. Eric Blasberg from Clearbrook Investment Consulting, Attorney Anthony Macleod and Donna DeVito, Recording Secretary.

The meeting was called to order at 5:52 p.m. by Lt. Noto.

**Approval – Meeting Minutes from October 8, 2013**

A MOTION was made by Mr. Mercede, seconded by Mr. Deegan, and approved unanimously, to approve the minutes of the meeting of October 8, 2013 as presented.

**Pay Bills**

**Bank of America Payment Account**

Lt. Noto reported that payment was made to the Bank of America in the amount of $2,445.79 for their third quarter fee. The amount was automatically deducted from the payment account.

**Hildene Capital Tarp Account Management Fees**

Lt. Noto requested payment to Hildene Capital Management in the amount of $19,175.00 for their second quarter management fee of the TARP account.

A MOTION was made by Mr. Berkoff, seconded by Mr. Deegan, and approved unanimously to approve payment to Hildene Capital Management in the amount of $19,175.00 for their second quarter management fee of the TARP account.

Lt. Noto requested payment to Hildene Capital Management in the amount of $19,949.00 for their third quarter management fee of the TARP account.

A MOTION was made by Mr. Berkoff, seconded by Mr. Deegan, and approved unanimously to approve payment to Hildene Capital Management in the amount of $19,949.00 for their third quarter management fee of the TARP account.

**Clearbrook**

Lt. Noto requested payment to Clearbrook Investment Consulting in the amount of $25,846.38 for their third quarter fee.

805 Bedford Street Stamford, CT 06901 Tel: (203)975-0036 Fax: (203) 975-0038 Email: sppf01@optimum.net

A MOTION was made by Mr. Berkoff, seconded by Mr. Deegan, and approved unanimously to approve payment to Clearbrook Investment Consulting in the amount of $25,846.38 for their third quarter fee.

**Clearbrook Consultants – Fund Review, Asset Allocation & Manager Discretion**

Ms. Leslie Billet reviewed the third quarter portfolio of the Fund. She reported that year to date (9/30/13) the Fund had a return of 9.4%, a 3 month return of 3.9% and a 1 year return of 12.6%. She pointed out that the Equity composite of the portfolio is 25.8% and equities returned 21.8% YTD. She noted that Touchstone was underperforming and should be looked at further. She continued that Non US Equities composed 14.6% of the portfolio and returned 10.1% YTD, the Alternatives composed 37% of the portfolio and returned 7.7% YTD and Fixed Income composed 9% of the portfolio and YTD returned -0.7%. The Real Estate composite of 9% had a 5.7% return for PMSA and 7.1% for RESA. Mr. Tim Eng commented that overall the portfolio did very well. He advised the Board that they are recommending that the fixed income fund, PIMCO all Asset, be replaced with a GMO fund or a Westwood fund to become a more liquid form of a hedge fund. He explained that fixed income was not going to be getting better returns.

The second recommendation made was to withdraw $2MM from Touchstone and invest it into a Gabelli Focus 5 fund. The third recommendation was to invest in a new fund with Golub Capital called the Golub 9 fund.

Mr. Deegan also suggested that they look at Hildene and make a redemption of $2-4 MM from their profits. Mr. Deegan reported that Wolver Hill, Stone Lion and Black Crane have had solid performance this year and we are seeing promising performance from each.

Ms. Billet then reviewed the Investment Policy Asset Allocation Recommendations dated November 2013. She recommended the following changes be made: that cash have a lower limit of 1% and upper limit of 100%. It is presently $2MM lower and $4MM upper limit. Hedge funds be changed to an upper limit of 35%, from 25% presently.

**Discussion/Approval**

A Motion was made by Lt. Noto, seconded and approved unanimously, to go into Executive Session at 6:50 p.m.

A Motion was made by Lt. Noto, seconded and approved unanimously, to come out of Executive Session at 6:58 p.m.

**1 Retirement**

A Motion was made by Mr. Deegan, seconded by Mr. Berkoff, and approved unanimously, to approve a 75% disability pension to one officer that had previously retired with an earned pension.

**2 Retirees**

Lt. Noto reported that one officer is in the process of obtaining IME's for a disability pension.

Attorney Macleod gave an update on the status of one retiree.

**Old Business**

**QDRO T.D. & S.B**

Lt. Noto reported that he and Attorney Macleod will review the QDRO T.D. & S.B.

**New Disability Pension Form Letter with Retirement calculations**

Lt. Noto reported that he and Attorney Macleod agree on the form letter.

**New Business**

**Golub IX**

A letter was received on October 15, 2013 from Golub Capital to participate in the launch of their new fund called Golub Capital Partners 9. Mr. Deegan explained that their consultants reviewed this fund with the Board earlier and he recommended that they commit to $2MM to invest in it.

**Mezzanine Profit Distribution**

A notice was received on October 29, 2013 from Golub Capital that during the third quarter the Fund's interest in GC 2009 Mezzanine Partners, L.P. earned a profit of 3.1% and a distribution was made in the amount $44,881.

**Golub VII & VIII Profit Distributions**

A notice was received on October 29, 2013 from Golub Capital that during the third quarter the Fund's interest in Golub Capital Partners International VII, L.P. earned a profit of 2.3% and a distribution was made in the amount of $49,858.

A notice was received on October 25, 2013 from Golub Capital that during the third quarter the Fund's interest in Golub Capital Partners International VIII, L.P. earned a profit of 2.3% and a distribution was made in the amount of $58,556.

**Fund Review**

The Board reviewed the recommendations that were made by their consultants.

A Motion was made by Mr. Deegan, seconded by Mr. Mercede, and approved unanimously, to therefore:

Liquidate $4MM from the Touchstone Strategic Navellier TIQIX (OPCO) fund and invest $2MM in the Gabelli Focus 5 fund and $2MM in the Golub Capital Partners 9, L.P. fund.

Liquidate $4MM from the PIMCO all Asset all Auth FD – PAUIX (OPCO) fund and invest $4MM in the GMO fund.

Place a redemption notice of $2MM from Hildene Opportunities Offshore and transfer $2MM into the (OPCO) Lord Abbett INVT TR-LLDYX cash account.

A Motion was made by Lt. Noto, seconded by Mr. Berkoff, and approved unanimously, to adopt the Investment Policy and Asset Allocation Recommendations presented on November 5, 2013 by the Fund's advisors from Clearbrook.

**Set Date for Next Meeting**

The next meeting of the Board of Trustees will be held on Tuesday, December 3, 2013 at 5:30 p.m.

**Adjourn**

There being no further business, a Motion was made by Mr. Deegan, seconded by Mr. Mercede, and approved unanimously, to adjourn the meeting 7:05 p.m.