

February 3, 2012  
Township Building

A regular meeting of the **PENSION BOARD** was held today, Chairman Daniel B. Norris presiding. Staff members present were Joseph Galdo, Director of Fiscal Affairs and David G. Kraynik, Township Manager. Present were Marc Ammaturo, PFM Advisors and Mark Gensheimer, C.S. McKee. Also present were William David Webb and Police Officer Ron Cupo.

1. Messrs. Ammaturo and Gensheimer reported on the overall performance of the economy and capital markets during the fourth quarter of 2011. They first introduced themselves to Mr. Norris. Messrs. Ammaturo and Gensheimer explained each of their firm's roles with the Township's Pension Plans.

2. Mr. Ammaturo reported on the specific performance of all four (4) pension plans for the third quarter ending December 31, 2011, as follows:

- a) **Police:** This plan had a 6.9% increase in earnings with \$2,500,538 in positive gains/net flows for the quarter. The total portfolio value was \$23,075,919.
- b) **Salaried:** This plan had a 6.9% increase in earnings with \$1,291,085 in positive gains/net flows for the quarter. The total portfolio value was \$10,781,299.
- c) **Hourly:** This plan had a 7% increase in earnings with \$783,312 in positive gains/net flows for the quarter. The total portfolio value was \$7,608,217.
- d) **Commissioners:** This plan had a 5.6% increase in earnings with \$26,154 in positive gains/net flows for the quarter. The total portfolio value was \$213,087.

3. Mr. Gensheimer reviewed the performance of the funds managed by C. S. McKee in all four (4) pension plans for the fourth quarter ending December 31, 2011 as follows:

- a) **Police:** This plan had \$2,522,045 in positive returns/net flows for the quarter with \$21,366,930 in ending market value and a 11.8% increase in earnings.

**b) Salaried:** This plan had \$1,304,447 in positive returns/net flows for the quarter with \$9,278,779 in ending market value and a 14.1% increase in earnings.

**c) Hourly:** This plan had \$808,407 in positive returns/net flows for the quarter with \$6,385,251 in ending market value and a 12.6% increase in earnings.

**d) Commissioners:** This plan had \$34,413 in positive returns/net flows for the quarter with \$210,118 in ending market value and a 13.3% increase in earnings.

4. Mr. Ammaturo recommended a reallocation of some funds from international equities to domestic equities in all four (4) plans. Said recommendations are within range of all the plans.

Upon motion of Mr. Simon, the Pension Board approved the following asset reallocations from C.S. McKee International Fund to C.S. McKee All Cap Core Fund:

- a. Police – approximately 3%
- b. Salaried – approximately 2.5%
- c. Hourly – approximately 2.7%
- d. Commissioners – approximately 2.1%

There being no further business, the meeting was adjourned.

  
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David G. Kraynik  
Township Manager