

October 20, 2010
Regular Meeting Pension Plan B

The regular meeting of the Board of Trustees, Pension Plan B, was held on the above date.

President Rosenberg called the meeting to order at 7:56 p.m.

Present: President Rosenberg, Treasurer Morley, Trustees Buck, Garcia, Gaskin, Klein, Lee, Meszoros

Absent: Trustee Herlihy and Fire Chief Rooney

A motion was made and seconded to dispense with the reading of the minutes of the previous meeting.

Treasurer Report

Trustee Buck motioned to accept the Treasurer's Report for September, 2010; Trustee Garcia seconded and the Board passed it unanimously.

Treasurer Morley reported that September was a phenomenal month.

Old Business

1. Trustee Klein motioned to table the request for a change of the status of Wanda McNeil's Widow's Pension to a Line of Duty Widow's Pension; Trustee Meszoros seconded and the Board passed it unanimously. Attorney Morrissey and Wanda McNeil were not present.

New Business

1. David Reiser, Morgan Stanley, Financial Review for FY ended June 30, 2010.

David Reiser represented that their goal is to take less risks and do things the right way and we will be better off. Well, this is the year review of what we said. The first year in our new program we were up 16.28% on the June 30 numbers. A fully invested stock market was up 14.43 and we're not fully invested in stocks and my proudest thing to say is that our last two years, two fiscal years, we have beaten and not just beaten a little bit, but pretty successfully, the Harvard Endowment Program, the Yale Endowment Program, the Brown Endowment Program, and the Dartmouth Endowment Program. We take less risk than they do, but with our discipline portfolio and we have substantially beat them, so we are up 16 change, 16.28, Harvard was up 11, Yale was up 8.9 and Brown and Dartmouth were up 10%. So, the program is working very nicely.

Furthermore, the S & P is up 6, we're up 11 1/2. So, it is all because of (a) discipline that we have, the asset allocation that we have, rebalancing that we did that we talked about to minimize risk. Chris is here with me, but what happens what you don't know as well, when we have new money coming in, and we have cash that's there, when the market place goes down we kind of get excited, we know that it is just normal volatility, I talk with Chris, they reallocate the portfolio. The program works very well. I'll be glad to take any questions, but things are going fabulously.

The book that I gave to all the members of the Board, I am also proud to donate to every single fire fighter in the Department, 320 books. The book just came out last week and we've gone to a second printing already. It's about rediscovering the virtues that built our great country but have been sadly abandoned and replaced with entitlement and some other terrible things that we don't have the respect and integrity that we should have as all Americans and how we can hopefully bring the Country back by just some very simple things like please and thank you and trying to get kids to understand that education is their only way out to prosperity and to appreciate the freedom that this country has to offer. This is my gift and 100% of all the royalties and income from this book my wife and I wrote are going to charity. 50% is going to breast cancer research through Memorial Sloane Kettering Cancer Center in New York and the other 50% is going to Share Our Strength which is the Washington based organization trying to end child hunger in America. One out of every four of our kids in this Country go to bed hungry believe it or not. So, we are trying to do some good in both areas. I'm just proud to let everyone hopefully get a little bit something out of it and our goal is if we change one life we change the world.

President Rosenberg asked how the rest of the year looks. What's your projection.

Treasurer Morley told everyone to look at the Performance Summary as of September 30, 2010 you will see some impressive numbers.

Dave Reiser stated that in the sheet that he handed out there were some other things in the back of it for the rest of the year.

Treasurer Morley stated that the numbers for September 30th are top shelf.

Trustee Buck asked since they were looking at the summary; is this in the format we've been looking for. Treasurer Morley responded that they are working towards that summary and now things have been improving, there are still some things that he will be working on and yes, they are moving in that direction. If you notice on the 9/30 summary, the S & P 500 Index year to date is 3.89 and if you look up at the account, it's 8.35.

Dave Reiser stated that he really couldn't be happier to see when you design something to work and then it comes, it's great. Answering President Rosenberg's question, there is another thing that he printed out which is basically a news service which goes out to people within the industry and consolidates information. He personally thinks that they will get to 12,000 on the Dow by the end of the year.

President Rosenberg asked if he was concerned about the Top 10 Holdings on page 4. There is one that sticks out, like Caterpillar had a real hot run, are we concerned that something like that being topped out.

Dave Reiser responded that the individual managers are controlling whether we are going to keep it or not or if we're going to trim it back, that's what we depend upon all year long, so if they decide we're out of it, we will, but there is still a big amount of demand on an international basis for growth especially in Southeast Asia and other areas that really require some heavy duty equipment, so they're keeping that in mind as well. Even if one of those didn't turn out that well, it wouldn't harm the portfolio that much given the diversification that we have.

Dave Reiser was congratulated on a job well done.

2. Trustee Klein motioned to grant a Widow's Pension Request to Brenda Norris, widow of FF Frank Norris Sr., effective September 25, 2010; Trustee Meszoros seconded and the Board passed it unanimously.

3. There being nothing further to come before the Board, Trustee Lee motioned to adjourn the meeting; Trustee Meszoros seconded and the Board passed it unanimously.

The meeting ended at 8:50 p.m.