

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

A meeting of the Massachusetts Port Authority Employees' Retirement Board was held at the offices of the Massachusetts Port Authority Employees' Retirement System, One Harborside Drive, East Boston, MA 02128-2909, on Thursday, April 27, 2017. The following members of the Board were present:

James S. Hoyte, Chairman (via teleconference)  
Michael A. Grieco, Vice Chairman  
Philip H. Mallett, Board Member  
John P. Prankevicius, Treasurer-Custodian  
Betsy Taylor, Board Member

Also present were:

Irene Moran, Director of Retirement  
Laura Barbosa, Retirement Member Services Specialist  
Nancy Bournival, MPAERS Controller  
Lynn Fullerton, Retirement Board Coordinator  
Richard Heidlage, Massport Senior Legal Counsel, Retirement  
Mark Brubaker, Wilshire Associates  
Stephen DiGirolamo, Wilshire Associates

1. **Open Meeting**

Vice Chairman Grieco opened the meeting at 9:09 a.m.

Vice Chairman Grieco informed the Board that Chairman Hoyte requested permission to participate in the April 27, 2017 meeting remotely because he would be unable to be physically present due to his geographical location. Vice Chairman Grieco confirmed that Chairman Hoyte's remote participation was authorized in accordance with 940 CMR 29.10, the remote participation section of the Attorney General's Open Meeting Law regulations.

2. **Roll Call**

Ms. Moran read a roll call:

Member Hoyte "Here".  
Member Grieco "Here".  
Member Mallett "Here".  
Member Prankevicius "Here".  
Member Taylor "Here".

3. **Public Comments**

There were no public remarks.

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

**4. Ratification and Approval of Minutes of the Board Meeting held on March 30, 2017**

Upon a motion duly made and seconded, it was:

**VOTED:** To ratify and approve the Minutes of the Board Meeting held on March 30, 2017.

Ms. Moran read a roll call:

Member Hoyte "Yes".  
Member Grieco "Yes".  
Member Mallett "Yes".  
Member Prankevicius "Abstain".  
Member Taylor "Yes".

**5. Ratification and Approval of Investments for the Month of March 2017**

The schedule of investments, buys and sells, for the month of March 2017 is presented to the Board for ratification.

Upon a motion duly made and seconded, it was:

**VOTED:** To ratify the investments as previously authorized by the Board, for the month of March 2017 as shown on the schedule submitted by People's United Bank, schedule attached.

Ms. Moran read a roll call:

Member Hoyte "Yes".  
Member Grieco "Yes".  
Member Mallett "Yes".  
Member Prankevicius "Yes".  
Member Taylor "Yes".

**6. Approval of April Vouchers listed below:**

The Director presented April vouchers with attachments for approval, please see attached warrant report for detail.

Funds Wired to People's United Checking on 04/10/17	\$	975.00
Funds Wired to People's United Checking on 04/20/17	\$	800.00
Funds Wired to People's United Checking on 04/21/17	\$	1,250.00

**Massachusetts Port Authority  
 Employees' Retirement System  
 Board Meeting Minutes  
 April 27, 2017**

Funds Wired to Bank of America on 04/27/17	\$2,587,064.14	Retiree Payroll
Funds Wired to Massport Payroll Account on 04/27/17	\$ 82,881.79	
Funds Wired to People's United Checking on 04/27/17	\$ 431,232.84	
Funds Wired to Bank of America Checking on 04/27/17	\$ 21,872.63	Lease
	-----	
Total	\$3,126,076.40	

Following a review of the vouchers on the attached warrant report and upon a motion duly made and seconded, it was:

**VOTED:** That April Vouchers are hereby approved in the total amount of \$3,126,076.40.

**RESOLVED FURTHER:** That the Treasurer-Custodian is hereby authorized to make payment upon the aforesaid vouchers.

Ms. Moran read a roll call:

- Member Hoyte "Yes".
- Member Grieco "Yes".
- Member Mallett "Yes".
- Member Prankevicius "Yes".
- Member Taylor "Yes".

**7. Vote to Approve Pending Retirements**

- **Termination Retirement Allowance – Christopher J. Bramante**

The Director of Retirement presented the Termination Retirement Application of Christopher J. Bramante, former Watershop Foreperson, Group 1, in the Field Maintenance unit of the Aviation department at Logan Airport.

Upon a motion duly made and seconded, it was:

**VOTED:**

**WHEREAS,** Christopher J. Bramante, former Watershop Foreperson, Group 1, in the Field Maintenance unit of the Aviation department at Logan Airport, currently age 47 years with 25 years, 9 months of creditable service, has applied for a Termination Retirement Allowance, Option C, under the provisions of M.G.L. Chapter 32, Section 10(2)(a).

**WHEREAS,** Christopher J. Bramante has been found upon investigation by the Director of Retirement to qualify for such retirement, effective on April 16, 2017.

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

**NOW, THEREFORE,** To approve the application for Termination Allowance, Option C, under the provisions of M.G.L. Chapter 32, Section 10(2)(a) of Christopher J. Bramante, former Watershop Foreperson, Group 1, in the Field Maintenance unit of the Aviation department at Logan Airport, currently age 47 years with 25 years, 9 months of creditable service effective on April 16, 2017 subject to certification to be issued by the Commonwealth of Massachusetts Division of Public Employee Retirement Administration Commission.

Ms. Moran read a roll call:

Member Hoyte "Yes".  
Member Grieco "Yes".  
Member Mallett "Yes".  
Member Prankevicius "Yes".  
Member Taylor "Yes".

- **Superannuation Retirement – Trudy P. Reilly**

The Director of Retirement presented the Superannuation Retirement Application of Trudy P. Reilly, Senior Legal Counsel, Real Estate, Group 1, in the Legal department at the Logan Office Center.

Upon a motion duly made and seconded, it was:

**VOTED:**

**WHEREAS,** Trudy P. Reilly, Senior Legal Counsel, Real Estate, Group 1, in the Legal department at the Logan Office Center, currently age 65 years with 30 years, 6 months of creditable service, has applied for Superannuation Retirement, Option A, under the provisions of M.G.L. Chapter 32.

**WHEREAS,** Trudy P. Reilly has been found upon investigation by the Director of Retirement to qualify for such retirement, effective on May 11, 2017.

**NOW, THEREFORE,** To approve the application for Superannuation Retirement, Option A, under the provisions of M.G.L. Chapter 32, of Trudy P. Reilly, Senior Legal Counsel, Real Estate, Group 1, in the Legal department at the Logan Office Center, currently age 65 years with 30 years, 6 months of creditable service effective on May 11, 2017 subject to certification to be issued by the Commonwealth of Massachusetts Division of Public Employee Retirement Administration Commission.

Ms. Moran read a roll call:

Member Hoyte "Yes".  
Member Grieco "Yes".  
Member Mallett "Yes".  
Member Prankevicius "Yes".  
Member Taylor "Yes".

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

8. **Director's Report**

MPAERS financial statements to be issued week of April 24th

GASB 67 & 68 report and opinion

Member Statements mailed April 20<sup>th</sup>

PERAC Memo #17 - Mandatory Retirement Board Member Training – 2nd Quarter 2017

Ashley Cassel and Stewart Methven joined the meeting at 9:32 a.m.

9. **Aberdeen Asset Management**

Aberdeen Asset Management was represented by:

Ashley Cassel  
Stewart Methven

Ms. Cassel updated the Board regarding the Aberdeen organization noting they currently have approximately \$374 billion in total assets under management as of December 31, 2016. Ms. Cassell reported on the status of the Aberdeen-Standard Life merger. Mr. Methven presented an overview of current market conditions and commented on Aberdeen's investment process and market outlook going forward. He also presented the MPAERS' portfolio summary as of March 31, 2017 noting a strong start to the year. The Board thanked Ms. Cassel and Mr. Methven for their presentation.

Larry Stone joined the meeting at 10:06 a.m.

Ms. Cassel and Mr. Methven left the meeting at 10:11 a.m.

10. **Wilshire Associates**

Wilshire Associates was represented by:

Mark Brubaker  
Stephen DiGirolamo

Mr. DiGirolamo presented an overview of current market conditions reviewing the US Equity, Non-US Equity, and Fixed Income markets. Mr. Brubaker presented the MPAERS 1<sup>st</sup> Quarter 2017 Investment Performance Analysis reviewing total fund performance for both the quarter and year-to-date. Mr. Brubaker noted the total fund was up 4.7% for the quarter and year, and plan assets totaled \$583.5 million as of March 31, 2017. Mr. Brubaker reviewed the US equity, international equity, fixed income, real estate, and private equity composites noting positive returns in the international equity, fixed income, real estate composites as well as underperformance in the US equity and private equity composites. The Board thanked Mr. Brubaker and Mr. DiGirolamo for an informative presentation.

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

Mr. Brubaker left the meeting at 10:38 a.m.

**11. Stone Consulting, Inc.**

Stone Consulting was represented by:

Larry Stone

Mr. Stone presented January 1, 2017 Preliminary Valuation Results to the Board. He reviewed and discussed actuarial assumptions and methodologies. Mr. Stone discussed alternative assumptions with the Board including salary and interest rates as well as mortality tables. The Board deferred any decisions relative to assumption changes pending additional discussion. Mr. Stone also presented a cost calculation relative to a potential COLA base increase as well as Section 90A, 90C, 90D increases. The Board thanked Mr. Stone for an informative presentation.

Mr. DiGirolamo left the meeting at 12:27 p.m.

**12. New Business**

**KPMG Representation Letter**

Upon a motion duly made and seconded, it was:

**VOTED:** To approve the audit representation letter for the MPAERS under the premise that a change in either the salary assumption or mortality tables will not require recognition in the December 31, 2016 financial statements.

Ms. Moran read a roll call:

Member Hoyte "Yes".  
Member Grieco "Yes".  
Member Mallett "Yes".  
Member Prankevicius "Yes".  
Member Taylor "Yes".

**13. Adjournment**

Upon a motion duly made and seconded, it was:

**VOTED:** To adjourn the meeting at 12:36 p.m.

Ms. Moran read a roll call:

Member Hoyte "Yes".  
Member Grieco "Yes".

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

Member Mallett "Yes".  
Member Pranckevicius "Yes".  
Member Taylor "Yes".

**14. Documents and Exhibits**

Agenda – April 27, 2017  
Cash Disbursements 04/01/2017 – 04/30/2017 and Warrant Number 04/2017 AP  
Minutes – March 30, 2017  
Aberdeen EAFE Plus Performance Review – April 27, 2017  
Wilshire Executive Summary of Investment Performance – March 31, 2017  
Wilshire Associates – Monthly Performance Summary, March 31, 2017  
Wilshire Associates – Aberdeen EAFE Plus Monthly Monitor, April 2017  
Stone Consulting, Inc. January 1, 2017 Actuarial Valuation Preliminary Results – April 27, 2017  
Stone Consulting, Inc. January 1, 2017 COLA Base and 90A, C, D Cost Calculation – April 27, 2017  
Stone Consulting, Inc. GASB Statements 67 and 68 Report for Fiscal Year 2017  
MPAERS Fund Composite – March 2017  
Retiree and Survivor Payroll Reconciliation – April 2017  
Bank of America Checking Account Reconciliation – March 2017  
State Street Bank Replacement Plan Checking Account Reconciliation – March 2017  
State Street Bank Checking Account Reconciliation – March 2017  
People's United Bank Replacement Plan Checking Account Reconciliation – March 2017  
People's United Bank Checking Account Reconciliation – March 2017  
Trial Balance – 1/1/2017 – 1/31/2017  
Trial Balance – 1/1/2017 – 2/28/2017  
2016 Section 3(8)(c) Receivables  
PERAC Memo #17/2017 – Mandatory Retirement Board Member Training – 2<sup>nd</sup> Quarter 2017

**Massachusetts Port Authority  
Employees' Retirement System  
Board Meeting Minutes  
April 27, 2017**

---

James S. Hoyte  
Chairman

---

Michael A. Grieco  
Vice Chairman

---

Philip H. Mallett  
Board Member

---

John P. Prankevicius  
Treasurer-Custodian

---

Betsy Taylor  
Board Member

---

Irene Moran  
Director of Retirement