

# Lincoln Board of Trust Fund Commissioners

## Minutes of February 27, 2019 Meeting

Donald Collins, Chairman  
Douglas Harding, Commissioner  
Paul Fitzgerald, Commissioner  
Krystal Elder, Treasurer/Collector  
Joshua Paul, Bartholomew & Co.

The meeting was called to order at 5:06 pm.

Mr. Collins reviewed the Investment Policy and with a minor change to Addendum #1, Mr. Collins made a motion to accept the policy, Mr. Fitzgerald second the motion and the policy was approved by the Board.

Mr. Paul gave an overview of the portfolio performance through December 31<sup>st</sup>. Markets across the globe did poorly at the close of the quarter. Cash was the best position to be at, but Bonds typically do well in these types of situations. Mr. Paul commented that fees are taken from Cash and not spread across the Asset Classes. Mr. Paul reviewed the Asset Allocation Disclosure and posed the question to the Board if they would like to see Equities broken down further. The Board agreed the report should stay as is and Mr. Harding commented he was pleased with the ease of deciphering the information from the chart.

Mr. Paul reviewed the Purchase and Sales report. Sell offs were needed to cover the cash requirements of \$39,975.00 per the Town's expenditures. Mr. Harding suggested receiving copies of the quarterly spreadsheets when available.

Mr. Paul reviewed January and February performances to give a sense as to how the market has rebounded from the beginning of the New Year. Our current Market Value of the portfolio is up \$113,080.99 since December. There was general discussion on Emerging Markets.

Mr. Paul reviewed the Morning Star reports and asked if the Board would prefer to review them quarterly or yearly. Mr. Collins suggested continuing to review them quarterly. Mr. Harding commented on the performance of Federated Strategic Value Dividend Ins. and Mr. Paul indicated that it would not be a holding for much longer. It should appear on the next quarter's purchase and sales report. General discussion followed. Mr. Fitzgerald commented on certain holdings seeming to not follow our ESG Policy. After some discussion, Mr. Paul will bring a sample portfolio that is more ESG like and will be able to do a comparison to our current portfolio.

The portfolio asset allocation is as follows:

Domestic Equity	34.5%
International Equity	24.5%
Domestic Bond	23.5%
Alternatives	10.5%
International Bond	5.9%
Cash and Equivalent	1.1%

The fiscal year time-weighted rate of return was -5.86%

Minutes were reviewed and approved from the previous meeting.

The meeting adjourned at 6:02 pm.

Donald Collins, Chair



Douglas Harding



Paul Fitzgerald

