

July 30, 2009
Minutes of the Region 9 Special Pension Committee Meeting

Filed subject to approval

Attendees: Wendschuh, Boczar, Logie, Poltrack, Sullivan, Ken Hyne of USI Advisors, Dr. Claire Gold (Financial Oversight Committee member) and Tom O'Connor of 3D Asset Mgmt.

1. Call to Order @ 5:36 PM in JBHS Guidance Office.
2. Approval of 4/27/09 minutes – Wendschuh, Logie – unanimous.
3. No public comment.
4. Ken Hyne of USI presented a quarterly review. Highlights include:
 - a. Equities component of portfolio up 14%
 - b. Fixed Income component of portfolio up 9%
 - c. Overall – very good absolute and relative 2nd quarter
 - d. So far for July 2009 – very good absolute and relative performance.

Motion for Portfolio changes & rebalance – Logie, Boczar - unanimous

- a. Replace Calvert Income with Pimco Total Return (Fixed Income).
- b. Approx \$298K (6/30/10 annual contributions) pension contribution to be funded soon. Accordingly, overall portfolio should be rebalanced.
- c. Add: All asset class fund – Ivy Asset Strategy Fund.
- d. Add: Energy sector fund – Jennison Natural Resources.
- e. – c & d positions to be “full equity positions” 3% of 87% of equities that are not 3D.
- f. Rebalance portfolio so Fixed Income component is 40% of overall portfolio, up from current 38% position.
- g. Rebalance portfolio so Cash component is 4% of overall portfolio.
- h. Rebalance portfolio so Equities component is 56% of overall portfolio (including two new asset classes – all asset & energy class per c & d above). Retain 3D portion of Equity portfolio at 13% of equity component.

Trade ticket to be prepared by USI Advisors and reviewed prior to executions.

John O'Connor of 3D Asset Mgmt presented a quarterly review. Performance relatively inline with markets. 3D more of a value shop, so growth did better. No further action taken.

Next meeting: 10/26/09 – with Lloyd Wang, actuary to be present.

5. Consultant to be contacted to discuss possible conversion from defined benefit plan to defined contribution plan option in the future.
6. Dr. Gold comments on the impressive sophistication of the Pension Committee discussions and actions.
7. Adjournment – Boczar, Wendschuh – unanimous @ 6:52PM.

Respectfully submitted,
Art Poltrack, Acting Secretary