

City of Concord
Trustees of Trust Fund Meeting
Minutes of April 14, 2022 Meeting

Meeting was convened at 8:32 AM at City Hall, 41 Green Street, Concord: in addition to a WebEx connection.

In attendance: Trustees Jeff Schindler, Dodd Griffith (WebEx) & Joseph Kwasnik; Dawn Enwright from the City of Concord. Charles Nason & Laurie Leduc of Citizens Bank Wealth Management Group (WebEx).

Minutes from the January 20, 2022 meeting were distributed for review; a motion was made to approve the minutes by Jeff Schindler and 2nd by Joe Kwasnik. Accepted 3-0-0.

Market update and portfolio review presented by Charles Nason:

- ❖ Trust Funds A, B & C all out performed bench marks – all invested within policy guidelines.
- ❖ 1st quarter stocks & bonds had a negative return – portfolios still above S & P 500 due to the short duration.
- ❖ Bonds were down 5.9% - worst return since 1980.
- ❖ Federal Reserve strives for low Unemployment and inflation.
- ❖ CPU is up 8% - inflation is not stable
- ❖ Federal Reserve is behind the curve by 25 – 50 basis points and will need to raise rates.
- ❖ Federal Reserve needs to tighten so inflation will be moderated.
- ❖ Trust Fund A, B & C were slightly overweight in cash and corporate bonds and underweight in bonds and notes to get better return.
- ❖ Duration is at 3.3 for all funds with benchmark of 4.1 – to protect the portfolio.
- ❖ Aggregate (A, B & C) first quarter -4.5% return – twelve months return of \$1.236M gain.
- ❖ Total first quarter loss of \$1.197K. Despite the overperformance of all funds as compared to the benchmarks.
- ❖ Fund A return -3.6% for first quarter – decreased -0.4% for twelve months return, which was better than the -4.5% & -0.8% benchmark respectively.
- ❖ Total Fund A decreased of \$136,843 for first quarter in 2022.
- ❖ Fund B return -4.2% for first quarter – increased 5.0% for twelve months return, which was better than the -4.5% & 4.1% benchmark respectively.
- ❖ Total Fund B decreased of \$127,290 for first quarter in 2022.
- ❖ Fund C return -4.6% for first quarter – increased 6.5% for twelve months return, which was better than the -4.5% & 5.7% benchmark respectively.
- ❖ Total Fund C decreased of \$932,665 for first quarter in 2022.

Outlook for the next three quarters – On guard going forward due to 30% chance we will have a recession. PPI is up by 15.2%, this is the highest since 1974, which in the past is resulted in a recession.

Dodd Griffith announced he will not be accepting another term as Trustee of Trust Funds.

The next meeting date was set for July 21, 2021 at 8:30am, Concord City Hall and electronic means.

Motion was made to adjourn meeting by Jeff Schindler and 2nd by Dodd Griffith. Approved 3-0.

Meeting adjourned at 9:27am

Respectfully Submitted,
Dawn K. Enwright – Trustee Secretary