

Andris Silins, Chairman
Michael Fitzmaurice, Elected Member
Antonio Torres, Elected Member

Michael J. Dirrane, Appointed Member
Paul T. Hynes, Appointed Member
Joseph M. Petty, Executive Secretary

**MASSACHUSETTS HOUSING FINANCE AGENCY
EMPLOYEES' RETIREMENT BOARD
ONE BEACON STREET
BOSTON, MA 02108
(617) 854-1871, 1872**

Minutes of the Regular Meeting of Members
February 14, 2017

The regular meeting of the Massachusetts Housing Finance Agency Employees' Retirement Board was held at the offices of the Massachusetts Housing Finance Agency, One Beacon Street, Boston, Massachusetts at 1:15 pm.

Present were:

Andris Silins, Board Chairman
Michael Fitzmaurice, Elected Member
Paul T. Hynes, Appointed Member
Antonio Torres, Elected Member

Others present:

Joseph M. Petty, Executive Secretary
Michelle Shinnick, Retirement Analyst
Dan Dynan, Meketa Investments
Stephen MacLellan, Meketa Investments
Craig Merry, MassHousing

Absent were:

Michael J. Dirrane, Appointed Member

UPON MOTION DULY MADE AND SECONDED, it was voted:

To approve the minutes of the January 10, 2017 meetings (2), (4-0).

The bank reconciliations and trial balance were reviewed. Mr. Silins inquired whether there were any transactions out of the ordinary. Joseph Petty noted that there were no transactions out of the ordinary. However, we did have several 3(8)(c) reimbursements and one refund, Robert Farrell.

UPON MOTION DULY MADE AND SECONDED, it was voted:

The retirements, refunds and transfer on the attached list were reviewed and approved along with the retirement payroll and vouchers 2017010-2017021, (4-0).



The image shows four handwritten signatures, each written over a horizontal line. From left to right, the signatures appear to be: 1. A signature that looks like 'AS' followed by a large flourish. 2. A signature that looks like 'MT'. 3. A signature that looks like 'JMP'. 4. A signature that looks like 'PH'.

Dan Dynan reviewed the system performance and noted that our System returned 9.5% net of fees thru December, 2016, outperforming PRIT by 1.9%. The performance was .6% return for the 4th quarter. For 2016 the System's market value was \$127,763,977. All Asset class performance was positive during the quarter, U.S. equity, natural resources equity, emerging market equity, public value-add fixed income and real estate drove portfolio gains. Our asset allocation was within the ranges. Steve MacLellan reviewed the two investment manager searches; we received 31 responses for the Investment Grade Bonds manager and 4 responses for the Infrastructure search. Paul Hynes asked where the investment funds would come from for the infrastructure manager. Mr. Dynan responded by stating it would probably be from the Investment Grade Bonds fund. Mr. Silins reviewed the letter he would like to send to PERAC regarding their 2015 investment fee analysis.

Joseph Petty reviewed informed the board that their statement of financial interest is due by May 1, 2017.

The Board held the discussion and vote on the 3% COLA. Joseph Petty reviewed the cost associated with the COLA.

UPON MOTION DULY MADE AND SECONDED, it was voted:

To approve the 3 % COLA on a \$13,000 base beginning July 1, 2017. (4-0).

Joseph Petty informed the Board that the TA Realty conference was scheduled for March 14th and 15th in Boston.

Opal Financial Group's annual Public Funds Summit East will be held in Newport, Rhode Island on July 24-26, 2017. Event is complimentary; however, a hotel would cost around \$400 per night.

UPON MOTION DULY MADE AND SECONDED, it was voted:

To allow any Board and staff members to attend the Opal Financial Group's Annual Public Funds Summit East as long as it is consistent with our travel regulation. (4-0).

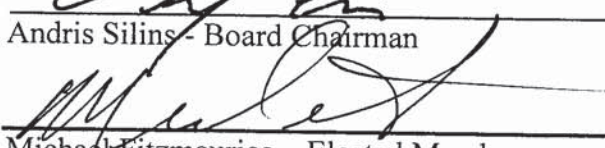
Joseph Petty updated the Board on training and reviewed PERAC memos 6-13.

UPON MOTION DULY MADE AND SECONDED, it was voted:

To adjourn the meeting at 2:00 p.m, (4-0)



Andris Silins - Board Chairman



Michael Fitzmaurice - Elected Member



Antonio Torres - Elected Member



Michael J. Dirrane, Appointed Member



Paul T. Hynes - Member Appointed by Other Members