

**MINUTES OF THE BOARD MEETING
OF THE BRISTOL COUNTY WATER AUTHORITY**

**Wednesday, October 9, 2013
450 Child Street, Boardroom, Warren, RI**

Pursuant to proper notice, the Board Meeting of the Bristol County Water Authority was called to order by Chairman Klepper at 6:00 pm, 450 Child Street, Boardroom, Warren, Rhode Island.

Executive Director Pamela Marchand and the following Directors were in attendance at the commencement of the meeting:

Robert Allio, Paul Bishop, William Gosselin, Allan Klepper, Georgina Macdonald, Raymond Palmieri, Sr.

Directors Absent: John Jannitto, Frank Sylvia

1. Public Input - None

2. Washington Trust - Investment Policy

Director Allio stated that, based on the information provided by Washington Trust at the Finance Committee meeting, the Finance Committee is recommending that BCWA change its investment allocations from its current ratio to 70% equity to 30% fixed income.

Director Allio made the following motion seconded by Director Palmieri

MOTION: Adopt an investment allocation of 70% equity - 30% fixed income.

Motion passed unanimously.

Director Macdonald made the following motion seconded by Director Palmieri

MOTION: Board to seek legal opinion – is payment of lump sum a requirement under the Union Contract.

Director Palmieri stated it will be good for the Board and the Union to have a legal opinion.

Motion passed unanimously.

Director Louison entered the meeting at 6:07 pm.

Director Allio made the following motion seconded by Director Macdonald

MOTION: Vigorously pursue the matter of terminating the pension plan and take action as appropriate after review by legal counsel.

Director Macdonald requested that the Board first receive breakdown of legal costs.

Motion passed 6 – 1, Voting Nay Chairman Klepper.

Director Klepper stated he did not support this vote as he believed that the Board did not need a motion to pursue this issue.

Director Macdonald made the following motion seconded by Director Palmieri

**MOTION: Revision of investment policy – to have non-investment grade bonds
 compromise no more than 25% of the total fixed income portfolio.**

Motion passed unanimously.

Director Allio made the following motion seconded by Director Macdonald

MOTION: To adjourn the meeting.

Motion passed unanimously.

There being no further business, the meeting was adjourned at 6:15 pm.

Allan C. Klepper
Chairman