

FINAL Trustee of the Trust Funds  
January 30, 2023

Attendees: Marylou Keane, Herb Johnson, Sarah Wheeler, Zachary Zwick (Three Bearings Fiduciary Advisors), David Mayes (Three Bearings Fiduciary Advisors)

- I. Meeting called to order at 5:15 pm.
- II. Herb made a motion to approve the minutes as amended. Sarah seconded. Approved unanimously.
- III. Presentation by David Mayes and Zachary Zwick from Three Bearings Fiduciary Advisors.
  - a. Overall Summary
    - i. There has been an unprecedented volatility in the markets due to the aftereffects of the pandemic and increases in inflation.
    - ii. If inflation comes down, the advisors hope to see some stability with markets and prices. Hopefully with the trend being more up than down.
    - iii. The current investment policy is moderate to low risk.
  - b. Capital Reserve Funds
    - i. 4<sup>th</sup> quarter was positive net at 2.05% even though the overall year was a loss of 5.54%.
    - ii. The investment gain for last calendar year (2022) was -\$98,550, but this is an unrealized gain because the funds have not been withdrawn. If no disbursements are made, the loss will not be realized. There are no warrant articles for this year that would disperse significant funds.
    - iii. If warrant articles result in deposits, it is recommended that they be deposited in the spring while the market is down rather than waiting until year end.
    - iv. If major disbursements are anticipated, it is better to advise them as soon as possible.
    - v. See attachment.
  - c. Trust Funds
    - i. Again, the overall 12 months reflects an unrealized loss of \$49,806, but there was a gain of \$20,922 in the last three months of the year.
    - ii. Interest rates went up faster than anticipated last year which impacts the bond return rate.
    - iii. The Trust Funds had a net loss of 10.66% over the year, but the benchmark loss was 14.06%.
    - iv. Projected income is \$14,829 for this year.
    - v. See attached.
- IV. Herb made a motion to accept the Report of the Trust of Trust Funds calendar year ending December 31, 2022 for the town annual report. Sarah seconded. Approved unanimously.
- V. Herb made a motion to adopt the annual investment policy as written. Sarah seconded. Approved unanimously.

- a. Marylou will return the signed original to Three Bearings.
- VI. Marylou advised of the following deposit for December, 2022:
- a. Village District Water System CRF deposited \$15,000.00
  - b. Meetinghouse Historic Trust Fund deposited \$1,717.00
  - c. Special Education Trust Fund CRF deposited \$40,000.00
  - d. School Building Maintenance and Repair Trust Fund CRF deposited \$40,000.00
- VII. The Trustees reviewed the MS-9 and MS-10 (full year account statement). Herb made a motion to accept the MS-9 and full year account statement as written. Sarah seconded the motion. Approved unanimously.
- VIII. Herb made a motion to adjourn the meeting, Marylou seconded. Approved unanimously. Meeting adjourned at 6:26 pm.