

MASSACHUSETTS REINSURANCE PLAN

INVESTMENT COMMITTEE

Minutes of a Meeting

Tuesday August 8, 2023

A Meeting of the Investment Committee of the Massachusetts Reinsurance Plan (“MRP”; the “Plan”) was held remotely/in person at 106 Southville Road, Southborough, MA 01772 @ 9:30AM

The following committee members participated remotely:

James R. Bacon, Chairman (*Zoom*)
Richard W. Brewer, Secretary (*Excused*)
John W. Tympanick, Member (*Zoom*)
Joe R. Zorola, Vice Chairman (*Zoom*)

The following MRP Staff/Consultants participated:

William T. McGrail, Chairman (*In Person*)
Robin M. Ward-Jackson, Director of Administration (*In Person*)
Eric Piurkowski, CFO, CPA (*Zoom*)
Catherine Powers, Consultant, Prime Buchholz (*Zoom*)
Brian Matthews, Consultant, Prime Buchholz (*Zoom*)
Peter Kiely, Chairman Emeritus, MRP Investment Committee (*Zoom*)
Matthew Mancini, Esq., DOI (*Zoom*)

1. Call to Order

The meeting was called to order by Chairman Bacon at 9:30AM. Ms. Ward-Jackson kept a record of the proceedings.

2. Quorum and Notices

Mr. Bacon stated that three members were participating remotely, and a quorum was met. This would be a roll call vote meeting.

Mr. Bacon noted that the required notices for the meeting had been sent to the Secretary of State, Executive Office of the Administration and Finance, and the Division of Insurance, and placed on the MRP's website.

3. Approval of minutes from May 3, 2023, Investment Committee meeting

A *motion* was made by Mr. Tympanick to approve the minutes from the May 3, 2023, meeting as presented; Mr. Zorola seconded the motion; it passed with three votes.

Roll call vote:

Mr. Bacon – yes

Mr. Tympanick – yes

Mr. Zorola –yes

Mr. Brewer – excused

4. Financial Status of the Plan – Eric Piurkowski, CFO CPA

Mr. Piurkowski reviewed his Investment Portfolio Breakdown as of 6/30/2023; a copy of which is included within these minutes. He began by stating that there is \$1.4M in cash & cash equivalents. Mr. Piurkowski continued stating that fixed income \$10.7M equities \$7.9M, total assets are \$19.9M. Mr. Piurkowski stated allocation's cash and

bonds 60%; equities 40% \$3.3M with a surplus of \$8.8M. Mr. Piurkowski stated that membership fees were billed in Q2-2023 \$367K, \$300K received. Mr. Piurkowski also stated that he has done claim testing @ Coverys and is awaiting a time for MedPro.

5. Market & Portfolio update– Prime Buchholz

Mr. Matthews began reviewing Primes quarterly investment meeting materials; a copy of which is included within these minutes. Mr. Matthews stated that as of 6/30/2023 the total fund is +4.9% year to date. Mr. Matthews noted that global equities and real assets posted strong returns in the June rally, buoyed by a positive economic backdrop. All sectors generated positive returns in June while the mega cap tech companies, which led the rally earlier in the year, posted mixed results.

Ms. Powers reviewed the performance stating that we are slightly overweight in growth @ 8.4%; value @ 6.8%. The flexible capital funds are all positive led by FPA @ +12.4%; real assets negative 1% which are only 4.3% of holdings.

Prime Buchholz discussed an exhibit on cheaper alternatives to Vanguard holdings.

Vanguard is competitive and the funds MRP owns are the most appropriate.

Prime Buchholz proposed rebalancing to add \$500K to bond allocation when the funds are available in Clinton Savings Bank (CSB).

A *motion* was made by Mr. Zorola to transfer \$500K to IR+M bond fund manager when the funds become available at CSB, it was seconded by Mr. Tympanick; it passed unanimously.

Roll Call Vote:

Mr. Tympanick – yes

Mr. Zorola – yes

Mr. Bacon – yes

Mr. Brewer- excused

6. Other Business

There being no other business to come before the committee.

7. Public Comment

There being no public comment to come before the committee.

8. Adjournment

Mr. Zorola made a *motion* to adjourn the Investment Committee meeting @ 10:26AM, Mr. Tympanick seconded the motion; it passed unanimously.

Roll Call Vote:

Mr. Bacon – yes

Mr. Tympanick – yes

Mr. Zorola – yes

Mr. Brewer – excused

A true record transcribed by Robin Ward-Jackson on September 1, 2023



MRP Investment Committee