

Minutes of Executive Session – Purpose 7  
August 14, 2019 @ 11:40 AM

Commissioners Present: Chairman Philip Y. Brown, Commissioners Timothy Dooling, Kate Fitzpatrick, Kathleen Fallon, James Machado, and Jennifer Sullivan.

PERAC Staff Present: Executive Director John Parsons, Deputy Executive Director of Policy Joseph Martin, Deputy Executive Director of Administration Caroline Carcia, General Counsel Judith Corrigan, Director of Audits Caryn Shea, Auditor Elaine Pursley, Compliance Director Thomas O'Donnell, Compliance/Investment Data Coordinator Cheryl Johnson, and Senior Executive Assistant Kim Boisvert.

Mr. Parsons discussed an issue at the Plymouth County Retirement Board where \$50,000 to \$60,000 is allegedly missing from the funds as far as is currently known. He continued that several meetings - conversations were held with the Chairman and Executive Director to review what steps have occurred since they received notification from their bank regarding the funds. Mr. Parsons contacted local police and the First Assistant District Attorney for the County. Mr. Parsons stated that a subpoena has been served on the bank for further information which will be processed through the Grand Jury. Mr. Parsons reported that the employee of interest is currently on paid leave. He finally reported that the Executive Director is available via telephone if the Commission wishes to hear from him.

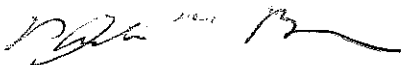
The Commissioners expressed their concerns that this Board has had several findings regarding their management performance in their audits over the past few years and wanted to know what PERAC has done for a follow up on those findings.

Mr. Martin reported that the retirement boards are autonomous. He continued that PERAC could put the System under a Temporary Order to be more involved in their activities, as we have done in the past with other systems. We could be more aggressive and notify all the boards about the security protections that PTG has available in their software (at no additional cost) and/or file recommendations for more authority over the systems.

The Commissioners made several suggestions for PERAC to consider. The suggestions were as follows: prepare a statement to release to the public, provide audit reports to additional authorities (for example the State Auditor), remind the board members of their fiduciary duty, PERAC staff should inquire about making a presentation regarding fraud protections at the upcoming MACRS Conference, and to prepare language for filing with the legislature.

A roll call vote was taken to adjourn the Executive Session and reconvene in open session at 12:30 PM and was recorded as follows: Chairman Philip Brown YES, Commissioners Timothy Dooling YES, Kate Fitzpatrick YES, Kathleen Fallon YES, James Machado YES, and Jennifer Sullivan YES, and the motion was adopted.

Approved:



Philip Y. Brown, Chairman  
Public Employee Retirement Administration Commission

## **ROLL CALL VOTES**

**DATE:** November 14, 2018

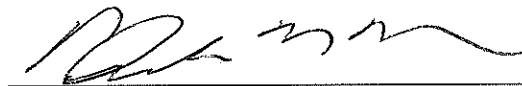
**ACTION:** Investigative Matter, Purpose # 7

**Call for a vote of the Commission to go into Executive Session to discuss and to comply with, or act under the authority of, any general or special law or federal grant-in-aid requirements under G.L. c. 7, Section 50(c), G.L. c. 7, Section 50(f), and G.L. c. 32, Section 21(1)(c). The Commission will reconvene in open session for the purpose to adjourn.**

### **ROLL CALL VOTE TO GO INTO EXECUTIVE SESSION (to be included in the open session minutes)**

#### **ROLL CALL votes:**

MEMBER	YES	NO	ABSTAIN
Philip Y. Brown, Chairman	X		
Timothy Dooling, Vice Chair	X		
Kathleen Fallon	X		
Kate Fitzpatrick	X		
James Machado	X		
Robert McCarthy			Absent
Jennifer Sullivan	X		



**ATTEST, Chairman Philip Y. Brown**

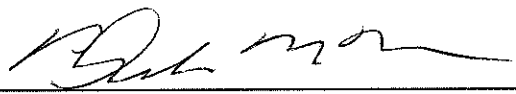
**ROLL CALL VOTES**

**DATE:** August 14, 2019

**ACTION:**

*To come out of Eder Session  
for purpose #7*

MEMBER	YES	NO	ABSTAIN
Philip Y. Brown, Chairman	X		
Timothy Dooling, Vice Chair	X		
Kathleen Fallon	X		
Kate Fitzpatrick	X		
James Machado	X		
Robert McCarthy			<i>Absent</i>
Jennifer Sullivan	X		

  
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ATTEST, Chairman Philip Y. Brown