

**BRIDGEWATER BOARD OF TRUSTEES**  
Town of Bridgewater  
Town Hall • P.O. Box 216 • Bridgewater , CT 06752

Patrick Dwyer  
Secretary

**MINUTES OF THE MEETING OF THE BOARD OF TRUSTEES**  
**April 23, 2009**

MEMBERS PRESENT: Ned Bandler, Gregory Buchholz, Patrick Dwyer,  
Howard Grabel

ADVISOR PRESENT: Carl Cascella, UBS

PUBLIC REPRESENTATIVES PRESENT: Evelyn Purdy, Joyce Rannestad,  
David Sposato

BOARD CLERK: Patricia Barlow

A quorum being present, Chairman Bandler called the meeting to order at 6:02pm

Minutes of the January 22, 2009 meeting, having been distributed in advance, were approved unanimously on motion by Howard Grabel and second by Patrick Dwyer.

**REPORT FROM BOARD ADVISOR:**

Carl Cascella, UBS, Advisor to the Board, reviewed current market trends and conditions. Mr. Cascella noted that the accounts' defensive allocation, which the Board sagely adopted in July 2007, has proven effective in dealing with the recent market decline. The Board is monitoring the market situation very closely and intends to re-instate a normal allocation when market conditions stabilize. Although it is possible that the recent market lows of Oct-Nov 08 and March '09 may have marked an important market bottom, it is prudent to await more conclusive evidence before the Board alters its defensive posture.

**Discussion:**

Following a discussion, including comments by each Board member, Chairman Ned Bandler noted that the consensus of the Board is to maintain the paramount goal of preservation of capital.

**INDIVIDUAL FUNDS AND ACTIONS TAKEN:**

Brooks-Piggot/Cowin Fund

No action taken at this time.

Library Fund

No action taken at this time.

Library Growth Fund

No action taken at this time.

Scholarship Fund

No action taken at this time.

Jespersen Scholarship Fund

Motion by Gregory Buchholz, second by Patrick Dwyer to place 225K into 2 short-term CD's. The motion was unanimously approved.

Gould Fund

No action taken at this time.

Harris Fund

No action taken at this time.

Burnham Fund

No action taken at this time.

### Land Acquisition Fund

Advisor Cascella, reported to the Board, a phone inquiry he received on April 8, 2009, from First Selectman William Stuart, regarding the Board's investment objectives: specifically, regarding the Land Acquisition Fund.

Mr. Cascella commented the Land Acquisition Fund was established as a growth & income type account, in which principal could fluctuate, as opposed to a very conservative account (such as the Gould Fund), in which monies would only be invested in guaranteed CD's.

After discussion, the Board agreed to maintain the original account objectives as established for the Land Acquisition Fund, which are as follows:

Account Objective: Income & Capital Appreciation

Risk Tolerance: Moderate

Chairman Bandler presented a copy of the Bridgewater Board of Trustees Investment Policy Guidelines and Trading Authorization document, dated October 19, 2007. A copy of the document is attached, as part of the official minutes of this meeting.

### **OTHER BUSINESS:**

Following the Individual Funds review, the Board discussed current allocations and associated subjects. Mr. Buchholz suggested the Board re-address the present allocations and consider slowly getting back into the market.

Advisor Cascella presented a short history of the Board's investment decisions, prior to this year.

Chairman Bandler, stated the Board will review the Investment Policy guidelines at the regular meeting in July.

A motion to adjourn was offered by Howard Gabel, with a second by Patrick Dwyer. Following a unanimous vote, the Board adjourned at 7:47pm

Respectfully submitted,  
Patricia D. Barlow, Clerk

**Bridgewater Board of Trustees**  
Town of Bridgewater  
Town Hall • P.O. Box 216 • Bridgewater, CT 06752

Ned W. Bandler  
Chairman  
(860) 350-4921

SUBJECT: Investment Policy Guidelines and Trading Authorization

TO WHOM IT MAY CONCERN:

The Town of Bridgewater has entrusted and empowered the Board of Trustees (Board) to make investment decisions for the following Town accounts:

<u>Account</u>	<u>Investment Objective</u>
Bridgewater Library Growth Fund	Capital appreciation
Bridgewater Library Fund	Current income primary; growth of income secondary
Bridgewater Scholarship Fund	Current income primary; growth of income secondary
Brooks-Piggott/Cowin Fund	Current income primary; growth of income secondary
Burnham Fund	Current income primary; growth of income secondary
Winifred Sills Gould Scholarship Fund	Preservation of capital with current income secondary
Jespersen Scholarship Fund	Current income primary; growth of income secondary
Open Space and Land Acquisition Fund	Capital appreciation
Richard T. Harris Fund	Capital appreciation

The following Investment Policy Guidelines and Trading Authorization are effective immediately:

The Board consists of five (5) Trustees and meets at least quarterly. Using each Trustee's talents and insights, as well as those of UBS Financial Services, its investment advisor, and other research, the Board follows the prudent investor rule to make investment decisions in accordance with the needs and investment objectives of each account.

Authorized investments include: common, preferred and convertible stock; exchange traded funds, including equity growth and value funds, equity indexes, sector index funds, country funds and bond funds; fixed income securities, including corporate bonds, convertible bonds, mortgage-backed securities, treasury and agency bills, notes, bonds and pools; mutual funds, including stock, fixed income, balanced or money market; certificates of deposit; money market funds and cash equivalents. Investments can be made in U.S., International or Global market securities.

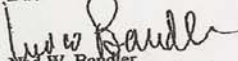
Authorized investments for the Gould Scholarship Fund are federally insured (or guaranteed) or original obligations of the United States only.

Effective April 26, 2002, regarding the asset allocation of the Richard T. Harris Fund, the Board established a range for equities investments from a low of 60% to a high of 75%.

All orders submitted to UBS Financial Services must be in writing and may be faxed to the branch office. All orders are a result of Board votes documented in the Minutes of Board of Trustees Meetings. All orders must be signed by any one of the following: First Selectman, Town Treasurer, Chairman of the Board, Vice Chairman of the Board or Secretary of the Board.

These guidelines and trading authorizations are effective immediately until superseded in writing.

BY:

  
Ned W. Bandler  
Chairman  
October 19, 2007

Copy to: Mr. William T. Stuart  
Ms. Amy Allingham