

Rochelle Fire Department Pension Meeting
Fire Department Basement
Tuesday, October 29th, 2013
1:30 pm

Minutes

1. Call to Order

Call to order at 1:32pm

2. Roll Call

Board members present – Zach Prewett, Lynette Fischer, and Sue Messer

Board members absent – Robert Workman and Arlen Harms

Others Present – Treasurer Chris Frye, Attorney Brian Labardi, Investment Broker Reg Folmar, and Mayor Chet Olson

3. Approval of Minutes

Presented by Zach Prewett.

Motion to accept by Sue Messer and 2nd by Lynette Fischer. All in favor and motion passed.

4. Public Comments

None

5. Treasurer's Report

Presented by Chris Frye. Total asset value as of September 30, 2013 is \$7,734,915.06. Sallie Mae CD maturing on November 21, 2013 with a value of \$50,985.92. CD will be held as cash to disburse pension payments.

Motion to accept by Zach Prewett and 2nd by Sue Messer. All in favor and motion passed.

6. Investment Report

Presented by Reg Folmar. Funds held by Edward Jones have a 5.7% return so far in 2013. Returns on equity funds and bonds presented. Fund is currently 46.9% equities. Discussion regarding index funds versus managed funds.

7. Reallocation, distribution, and/or sale of fund assets

None

8. Attorney's Report

Presented by Brian Labardi. Quarterly legislative review distributed. Highlighted issues regarding Open Meetings Act, Detroit Bankruptcy, Retiree Health Insurance, Springfield Police Pension, and Suggested Agenda Items for January meeting.

9. Communications

None

10. Approval of Disbursements

IPPFA Membership Renewal – Annual membership cost of \$775. Discussed training requirements and benefits of membership.
Motion made by Zach Prewett and 2nd by Lynette Fischer. Roll call vote – Zach Prewett yes, Lynette Fischer yes, Sue Messer yes. Motion passed.
Board approved \$750 to Reimer and Carlson for the third quarter retainer.
Board approved \$1,000 to Sikich for the annual audit.

11. Applications for Membership

None

12. Applications for Benefits

None

13. Applications for Refund

None

14. Old Business

Fiduciary Liability Insurance – Zach Prewett presented quotes from Euclid and Travelers. Board reviewed the offerings.
Motion made by Zach Prewett to purchase \$1,000,000 limit fiduciary liability insurance from Euclid and brokered by Mesirov Financial Insurance Services for an annual premium of \$2,875. Motion 2nd by Sue Messer. Roll call vote – Zach Prewett yes, Sue Messer yes, Lynette Fischer yes. Motion passed.

15. New Business

Tax Levy Recommendation to the City of Rochelle – Board has received no actuarial valuation reports. Attorney reported the Illinois Department of Insurance may or may not be completing a report. Chris Frye reported that Tim Sharpe will be sending the report by the end of the week. Board agreed to table the item and hold a special meeting next week to decide the matter.

Municipal Compliance Report – Chris Frye stated that the report should be tabled until the special meeting as well.

Annual Report to the Illinois Department of Insurance -- Chris Frye reported that the annual report was completed and filed with the Department of Insurance on October 2, 2013.

2014 Pension Meeting Dates – Zach Prewett recommended that the item be tabled until next meeting to allow coordination with the absent board members.

16. Executive/Closed Session

None

17. Adjournment

Motion by Zach Prewett and 2nd by Sue Messer. All in favor and motion passed.