

Rochelle Fire Department Pension Meeting  
Fire Department Basement  
Thursday, September 11, 2014  
1:00 pm

Minutes

1. Call to Order  
Call to order at 1:09pm
2. Roll Call  
Members present: Robert Workman, Zach Prewett, Sue Messer, Chris Frye, Arlen Harms  
Others present: Mayor Olson
3. Approval of Minutes  
Minutes for May 27<sup>th</sup> presented by Zach Prewett. Motion to accept made by Sue Messer and 2<sup>nd</sup> by Chris Frye. All in favor and the motion passed.  
Minutes for August 22<sup>nd</sup> presented by Zach Prewett. Motion to accept made by Chris Frye and 2<sup>nd</sup> by Sue Messer. All in favor and the motion passed.
4. Public Comments  
None
5. Treasurer's Report  
Report presented by Chris Frye. Vanguard Money Market account established in order to move funds for investing.  
Total asset value of \$7,934,678.04. Motion to accept the report made by Zach Prewett and 2<sup>nd</sup> by Robert Workman. All in favor and the motion passed.
6. Investment Report  
None
7. Reallocation, distribution, and/or sale of fund assets  
Investments approved at the August 22<sup>nd</sup> meeting were no longer available. GO bonds through Edward Jones were purchased. \$600,000 available to invest in fixed income.  
Board discussed the bonds available through Vanguard.  
Robert Workman made a motion to purchase the following:
  - \$250,000 Federal National Mortgage Association due in 2032 at 4.413%
  - \$250,000 O'Hare International Airport due in 2031 at 4.206%
  - \$50,000 Centegra Health System due in 2039 at 4.642%
  - \$50,000 Illinois Wesleyan University due in 2035 at 4.362%Motion 2<sup>nd</sup> by Zach Prewett. Robert Workman – yes, Zach Prewett – yes, Sue Messer – yes, Chris Frye – yes, Arlen Harms – yes. Motion passed.
8. Attorney's Report  
None
9. Communications  
Board received an email communication from Mesirow Insurance Services regarding fiduciary liability policy renewal. Zach Prewett to complete the renewal application and bring the quote to the next meeting for a decision.
10. Approval of Disbursements  
Disbursements presented by Chris Frye. Motion made by Sue Messer and 2<sup>nd</sup> by Arlen Harms to approve the disbursement. Sue Messer – yes, Arlen Harms – yes, Chris Frye – yes, Robert Workman – yes, Zach Prewett – yes. Motion passed.
11. Applications for Membership

None

12. Applications for Benefits

None

13. Applications for Refund

None

14. Old Business

None

15. New Business

- Establish purchasing parameters for fixed income investment  
Board discussed the need to set parameters in order to purchase bonds in a timely manner. Board decided that the fixed income investments should be purchased in real time when being purchased from Vanguard.
- Fiduciary Liability policy renewal  
Quote to be presented at October's meeting.
- Discussion and decision on actuarial services  
Board discussed if it is prudent to hire a board actuary separate from the City's and the Department of Insurance. Board discussed that the DOI's reports and timing are unreliable at this point in time. Board agreed that it was best to hire an actuary in order to ensure the use of the most appropriate variables. The Board agreed to use Tim Sharpe this year due to time constraints but will explore options prior to next year's report.
- Board discussed closing the Holcomb State Bank Money Market account. Board will decide at the next meeting.

16. Executive/Closed Session

17. Adjournment

Motion to adjourn made by Sue Messer and 2<sup>nd</sup> by Arlen Harms. All in favor and the motion passed.