

I. CALL TO ORDER:

The meeting was called to order at 9:02am by West Dundee Fire Fighters Pension Board President Randy Schultz.

II. ATTENDEES PRESENT:

Randy Schultz
Mark Guth
Frank Burhmann
Dave Danielson
Bill Yoscius
Eric Laughlin
Attorney Tom Hartwell

Michelle Charron was absent

III. REPORT OF INVESTMENT

Morgan Stanley Smith Barney: Eric Laughlin

Mr. Laughlin provided the Fire Fighters Pension Board with a capital market overview Mr. Laughlin also provided the Board with investment and performance summary report of the West Dundee Fire Pension Fund portfolio for the Third Quarter 2014 with regard to the stock interest rates and bond funds and the overall performance of the Pensions funds and allocation and the Morning Star analysis rating.

Mitchell, Vaught & Taylor: Bill Yoscius

Mr. Yocius provided the Fire Fighters Pension Board with a summary of the West Dundee Fire Fighters Pension Fund's overall performance for the Third Quarter 2014.

IV. APPROVAL OF MINUTES:

Pension Board President Schultz made a motion to approve the Meeting Minutes from May 7, 2014. The motion was seconded by Treasurer Danielson. The motion was carried. Pension Board Member Buhrmann abstained.

Pension Board Member Buhrmann made a motion not to approve the Meeting Minutes from August 6, 2014 as the quorum present today was not present at the August 6, 2014 meeting. The motion was seconded by Pension Board Member Guth. The motion was carried by unanimous voice vote.

V. CORRESPONDENCE:

Former Chief McManaman is seeking clarification on how post retirement marriage affects surviving spouse benefits.

Attorney Collins responded with the legal clarification. A copy of the correspondence will be placed into Former Chief McManaman's file.

VI. TREASURER REPORT:

Treasurer Danielson provided the Board with the July - September Treasurer's Report showing a total of \$6,032,817.75 as of September 30, 2014 in pension fund assets. The Report noted there were \$228,932.90 in contributions, Interest income, and Misc. deposits and \$163,479.02 was paid out in disbursements and reimbursements.

MOTION: Board Member Guth made a motion to approve the Treasurer's report and was seconded by Board Member Buhrmann. The motion carried by unanimous voice vote.

Treasurer Danielson provided the Board with a copy of the Fiscal year 2014/2015 Operating Budget.

MOTION: President Schultz made a motion to Accept the 2014/2015 Operating Budget as presented and was seconded by Board Member Buhrmann. The motion carried by unanimous voice vote.

VII. INVESTMENT ACTIONS

Mr. Laughlin was advised not to reinvest dividends back into the equities portion of the fund at this time as the fund is becoming too heavily weighted in equities. The board did revisit the current percentages of investment and there is no intent to increase the equities portion at Morgan Stanley at this time.

MOTION: Treasurer Danielson made a motion to move \$150,000 of dividend income from Morgan Stanley to Mitchell, Vaught & Taylor and was seconded by Board Member Guth. A motion carried by unanimous voice vote.

VIII. UNFINISHED BUSINESS:

A. Trustee Education. President Schultz and Board Member Guth Have completed the required annual education for the year. Board members Danielson and Buhrmann will be completing their annual education at the next seminar this month. Board member Charron has not yet completed the required courses or obtain required certificates.

B. Freise Pension Participation. A letter from the Law Offices of John H. Brechin to Village Manager Joseph Cavallaro has been received and reviewed. President Schultz has forwarded this to Travis March at the Department of Insurance for final determination.

C. **John Tourtelot** has inquired about pension buy back. President Schultz has supplied John with the repayment amount. Nothing further has been heard from John at this time

VIII. NEW BUSINESS

- A. Keith Mohr has applied for and received a refund of his contributions to the fund.
- B. Discussion on investment rebalancing was held. President Schultz stated that by moving dividend moneys from equities to fixed income the fund will move back to the recommended percentages of investment.
- C. Annual affidavits were sent to all pension recipients. All recipients did sign and return the affidavit.
- D. Meeting dates for 2015 will be: February 4, May 6, August 5, and November 4.

IX. ATTORNEY REPORT:

Attorney Hartwell had nothing to report on at this time.

X. ADJOURNMENT:

By consensus, the meeting adjourned at 10:04 a.m.

Mark Guth
Board Secretary