

I. CALL TO ORDER:

The meeting was called to order at 9:00am by West Dundee Fire Fighters Pension Board President, Randal Schultz.

II. ATTENDEES PRESENT:

Randal Schultz
Mark Guth
Dave Danielson
Bill Yoscius
Eric Laughlin
Cary Collins
Frank Burhmann
Michelle Charron

III. AUDIENCE PRESENT

There was none.

IV. REPORT OF INVESTMENT

A. 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 Fourth 2014 (as of December 31, 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. Discussion was also held regarding U.S. and International growth. Mr. Laughlin noted that he believes he can raise the returns by moving up the core international to 3% to American Europe Pacific Fund. Treasurer Danielson noted that they moved the Police Pension.

Treasurer Danielson made a motion to move the funds to American Europe Pacific Funds and was seconded by Pension Board President Schultz. The motion was carried by unanimous voice vote.

B. Mitchell, Vaught & Taylor: Bill Yocius

Mr. Yocius provided the Fire Fighters Pension Board with a summary of the West Dundee Fire Fighters Pension Fund's overall performance for the Fourth Quarter 2014. A brief discussion was held regarding the Market Watch Survey and outcome from April 2014.

Discussion regarding the returns was held and noted by Treasurer Danielson that he expects the returns to move up by next quarter.

Discussion was held regarding the number of bonds maturing over the next few months and was noted that Mr. Yocius will call Treasurer Danielson before reinvesting.

V. APPROVAL OF MINUTES:

Pension Board Member Burhmann made a motion to approve Meeting Minutes from August 6, 2014 and was seconded by Pension Board Member Guth. The motion was carried by unanimous voice vote.

Pension Board Member Burhmann made a motion to approve Meeting Minutes from November, 2014 and was seconded by Pension Board President Schultz. The motion was carried by unanimous voice vote.

VI. CORRESPONDENCE:

There was no correspondence for discussion.

VII. TREASURER REPORT:

A. Treasurer Danielson provided the Board with the October through December Treasurer's Report showing a total of \$6,082,265.99 as of December 31, 2014 in pension fund assets. Treasurer Danielson reviewed the Report with the Pension Board and noted there was \$19,569.41 in contributions, the total reimbursements was \$68,480.19 and \$2,346.42 was paid out in approved disbursements. Treasurer Danielson also mentioned there was a pay spike in November for the one time holiday paycheck which increased contributions. Treasurer Danielson noted that there was \$91,000 cash in US Bank Operating Account.

Pension Board Member Burhmann made a motion to approve the disbursements and was seconded by Pension Board Member Guth. The motion was carried by unanimous voice vote.

Pension Board Member Guth made a motion to approve the Treasurer's report and was seconded by Pension Board Member Burhmann. A motion carried by unanimous voice vote.

VIII. INVESTMENT ACTIONS

There were none.

IX. UNFINISHED BUSINESS:

A. **Trustee Education.** Discussion was held regarding hours required and current training scheduled. Mr. Collins noted that Mrs. Collins would be sending out the IPAC Website training schedule.

B. Freise Pension Participation. Discussion was held regarding the Freise pension situation and was noted that there has not been any correspondence from the Department of Insurance and Attorney Collins noted that he will push to get an answer and letter of opinion from the Department of Insurance so that the file can be closed.

X. NEW BUSINESS:

A. Annual Benefit Increases. It was noted that Village Hall send the increases and that they are right on target with what the increase should be.

Pension Board Member Guth made a motion to approve increases and was seconded by Pension Board President Schulz. A motion carried by unanimous voice vote.

B. Actuarial Studies. Discussion was held regarding the 2014 Actuarial Study. Treasurer Danielson noted that the numbers came in close to what actuary Tim Sharp provided. Mr. Collins provided an explanation about actuarial assumptions that drive the tax levy.

C. Municipal Compliance Report. Mr. Collins noted that he would finish he report up by April 20, 2015 and give to Treasurer Danielson for the budget.

D. Audit. Audit was added as a new agenda item as a reminder. The audit was submitted in the summer but have not heard anything as of yet. Treasurer Danielson said it was in their court.

IX. ATTORNEY REPORT:

Attorney Collins discussed an article he wrote for the Springfield Paper on pensions. Brief discussion was also held regarding expanding corporate bonds

X. OTHER BUSINESS:

There was none.

XI. ADJOURNMENT:

By consensus, the meeting adjourned at 10:34 a.m.

Christin Mangan
Recording Secretary