

CALL TO ORDER

The meeting was called to order at 9:06 a.m. by President Randy Schultz.

PRESENT: Randal Schultz
Michael Barreto
Mark Guth
Frank Buhrmann
Dave Danielson
Betsy Pierson
Eric Laughlin
Cary Collins (arrived at 9:36)

ABSENT: None

REPORT OF INVESTMENT MANAGERS

First American Bank: Betsy Pierson distributed copies and reviewed the quarterly, end of September 30, 2012 report for the investments with First American Bank. She discussed rate and portfolio performance, as well as, a negative outlook for the next 2 to 3 years.

Morgan Stanley Smith Barney: Eric Laughlin distributed a Capital Markets Overview handout. He discussed S&P forecast and also distributed and discussed the Third Quarter 2012 report on the investments with Morgan Stanley Smith Barney. Eric discussed the looming threat of the fiscal cliff if Bush tax cuts are allowed to expire which he believes will happen. The differences in taking social security at 62 as opposed to 66 and break even points were discussed.

APPROVAL OF MINUTES

Mark moved to approve the minutes of August 2, 2012. Randy seconded the motion, and it carried by voice vote 4-0. Frank abstained as he was not present for that meeting.

CORRESPONDENCE

No correspondence

TREASURER'S REPORT

The Treasurer's report was presented by Dave Danielson showing a gain of \$259,623.47. Dave pointed out that we have broken the 5 million dollar threshold in total holdings for the fund.

MOTION: Mark moved and Frank seconded to ratify the disbursements of \$65,184.47. The motion carried by unanimous voice vote.

MOTION: Frank moved to approve the treasurer's report as presented. Mark seconded the motion, and it carried by unanimous voice vote.

INVESTMENT ACTIONS

Investment Committee Activity: Committee met and reviewed cash on hand and potential disbursements that will be made moving forward and concluded that no changes are to be made to allocations.

The written investment policy will be reviewed and changes made if necessary in January.

UNFINISHED BUSINESS

Rules and Regulations Update: Randy made changes to the Rules and Regulations document distributed by the Office of Cary Collins and made a list of changes

MOTION: Rules and Regulations to be accepted in the current edited form made by Mark and seconded by Dave.

HB5088 Report: Attorney Cary Collins distributed the completed report which is to be sent to the Village of West Dundee prior to their setting the tax levy. Numbers to be reviewed with Vince from Carys office.

Trustee Education: Dave still needs hours to make minimum standard. Dave stated he will forward certificates for training to me.

Recording Secretary: Further discussion about obtaining a recording secretary for minutes. Randy will follow up.

NEW BUSINESS

Terminate First American: Discussed terminating the relationship with First American in regards to bond portfolio management due to a very long history of underperforming.

MOTION: Mark made a motion to terminate relationship with First American. Mike seconded the motion, and it carried by unanimous roll call vote.

MOTION: Frank made a motion to hire Mitchell Vaught & Taylor to manage our bond portfolio. Mark seconded the motion and motion passed by unanimous roll call vote.

2012/2013 Budget: Budget was presented to the board showing projected revenue of \$574,900 and projected expenditures of \$291,500.

MOTION: Frank moved to accept the 2012/2013 budget as presented and Randy seconded. Motion carried by unanimous voice vote.

West Dundee Fire Fighters Pension Board
West Dundee Public Safety Center II

West Dundee, Illinois
February 1, 2012

OTHER BUSINESS

Cary Collins reviewed the Illinois Amendment 49 that was voted on recently.

ADJOURNMENT

By consensus, the meeting adjourned at 10:47 a.m.