

**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, President  
Mark Guth, Secretary  
Dave Danielson, Treasurer  
Frank Burhmann, Trustee  
Michelle Charron, Trustee  
Bill Yoscious, Morgan Stanley Smith Barney  
Eric Laughlin, Mitchell, Vaught & Taylor  
Cary Collins, Attorney

**III. AUDIENCE PRESENT**

There was none.

**IV. REPORT OF INVESTMENT**

**A. 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 Second Quarter 2015. Mr. Yoscious noted that on page two of the portfolio, it shows an investment gain over two years of \$78,000. He also noted that pages four and five provide an overview of what is in the portfolio and what will mature in three years. Page six shows all of the transactions, including the securities purchased in June 2015 which put the cash at its shortest.

Discussion regarding the impending rate increase by the Fed was held. Mr. Yocius noted that they keep changing the date and it is now December. He noted that as the rates go up, the portfolio goes down and if the rates go down, the portfolio goes up and that the shorter duration will help.

**B. 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 Second Quarter 2015 with regard to the stock interest rates and bond funds and the overall performance of the Pensions funds. Mr. Laughlin noted that things continue to improve in the industry.

Mr. Laughlin made a recommendation to move to American Pacific Funds.

**V. APPROVAL OF MINUTES:**

**MOTION:** Pension Board Member Burhmann made a motion to approve Meeting Minutes from May 20, 2015 with the correction of the spelling of Randy Freise's name under Unfinished Business and was seconded by Pension Board Treasurer Danielson. 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 April through June 2015 Treasurer's Report. Treasurer Danielson reviewed the Report with the Pension Board noting a total of \$6,202,456 as of June 30, 2015 in pension fund assets and also noted that there were not many disbursements this quarter and that only \$3,461.36 was paid out in approved disbursements. Treasurer Danielson also noted that the total amount of cash is \$177,000 in the fund.

**MOTION:** 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.

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

**VIII. INVESTMENT ACTIONS:**

There were none.

**IX. UNFINISHED BUSINESS:**

A. **Trustee Education.** It was noted that Mark Guth and Randy Schultz will be attending a conference in October in Springfield, IL.

**C. Freise Pension Participation.** A brief discussion was held regarding the Randy Freise pension participation and noted that there has been no change in status and that they are waiting on the Department of Insurance to make a decision.

**D. Application for Benefits – Jim Schuldt.** It was noted that Jim Schuldt's retirement benefit amount has been slightly revised from what was approved in May from \$91,312.95 to \$91,605.68.

**MOTION:** A motion to approve and acknowledge the amended benefits was made by Pension Board Member Guth and was seconded by Treasurer Danielson. The motion was carried by unanimous voice vote.

**X. NEW BUSINESS:**

**A. Audit Response.** It was noted that Attorney Collin's office drafted a response to the Department of Insurance and that no action needs to be taken. He noted that this should be fine for this audit cycle unless the Department of Insurance comes back with something.

**B. Review of Sec 5/4-138.10.** Attorney Collins noted that he noticed a statute change regarding corrections (826/14 date) and noted that it is important to alert everyone about corrections to benefits upon discovery. Discussion was held regarding this statute and was noted that President Schultz will draft a memo to keep in the file as acknowledgement.

**MOTION:** President Schultz made a motion to approve the responses and was seconded by Board Member Guth. A motion carried by unanimous voice vote.

**IX. ATTORNEY REPORT:**

There was none.

**X. OTHER BUSINESS:**

There was none.

**XI. ADJOURNMENT:**

By consensus, the meeting adjourned at 10:13 a.m.

Christin Mangan  
Recording Secretary