

PENSION BOARD MEETING FROM February 21, 2019

Meeting called to order at 15:00 by R. Tieman. In attendance J. Clift, G. Olson, J. Newbury, J. Marzullo & D. Harris with Tim Geiger, Bob Anderson, Ed Taylor, Commissioner Tom Ganiere, City Attorney Christina Cantlin, Chief Andy Borkowski, Steve Haywood, Rick Scott, Howard Clemens, Steve Schaibley, Barry Russell and Joe Jobst in audience.

QUORUM: YES

Minutes from the meeting from November 2018 were discussed with two corrections noted. Motion was made by J. Newbury with a 2nd from G. Olson to be accepted as amended (Attached), 4-0 ayes-passed.

Raymond James Report:

- Cash Needs: None at his time, but will need \$500,000 in the future to make payments prior to tax disbursements. Will advise at a later date. Cash Balance in 1st national Bank account as of 2/1 is \$334,320.00 and Harris Bank account is under \$10,000 (Exact amount unknown at this time).
- No Change in Invest Policy currently
- Investments for 4th Quarter were up 1.65% with the industry benchmark at 1.6%. For the year, portfolio is up \$709,165.00 (6% increase with a 5.85% benchmark).
- Portfolio up to 66.4% equities, asset manager to hold earnings in money market account until money is needed, no rebalancing at this time.
- Motion to approve Raymond James financial report by G. Olson, 2nd by J. Newbury, Roll Call: Olson-Aye, Newbury-Aye, Clift-Aye, Tieman-Aye, 4-0 ayes-passed.

Lauterbach & Amen Report:

Nothing at his time

Old Business:

- 1) Approval of raises for 2019
 - All retirees received letters stating raises for the year 2019 that took effect on Jan 1, 2019 based on calculations from the Department of Insurance calculator
- 2) Department of Insurance Audit
 - Lauterbach & Amen does not perform the yearly audit itself, they provide the year-end paperwork an accountant would need to complete. L & A has provided the Board with 3 groups that will be providing quotes of costs to complete. L & A has audit packet completed and will be providing that to group the Board chooses to hire. J. Marzullo advised the Board to hold a special meeting prior to the May 2019 quarterly meeting to resolve this issue.
- 3) Trustee Training:
 - Kranov CE hours he received thru the bank accepted
 - Newbury has 0 CE Hours for the year, can obtain them online thru www.IPPFA.org.

New Business:

- 1) Cusick update and status
-Cusick was sent IME Reports and multiple letters requesting this matter be set for a hearing. He is not represented by legal counsel at this time and has not responded to letters. Possible dates of 3/18, 3/22, 3/25, 3/28 and 4/1 @ 15:00 presented and will be decided upon with all five Board members. Date and time will be posted in accordance with the Open Meetings Act. IME Packets will be distributed to Board prior to the hearing and the court reporter will be present for recording purposes.

- 2) Fiduciary Liability Insurance Policy renewal
-Quoted a price of \$3,872.00 as a cost (same as last year) for renewing our Fiduciary Liability Insurance with Mesirow Financial. Motion to approve renewal of policy not to exceed \$4,000.00 by G. Olson, 2nd by J. Clift, Roll Call: Olson-Aye, Newbury-Aye, Clift-Aye, Tieman-Aye, 4-0 ayes, passed.

- 3) Pension Benefit Calculations
-The Board is not in any position, nor will it take any action, to alter benefits of existing pensioners prior to holding a hearing with members. Lauterbach & Amen, per their review of benefit calculations, did find discrepancies with two disability pensions. Additional records are needed for final account totals with L & A presenting findings at May 2019 meeting.

- 4) Pension Benefit Calculation of Retired Deputy Chief Tim Geiger
-Tim Geiger has retained legal counsel, Tom Duda, so discussion will be limited as to no *Ex Parte* communications will be had without his legal counsel present. Geiger and his lawyer have agreed to an Interim Benefit and have requested a hearing to present their arguments in favor of the disputed amount. Motion to accept the interim benefit of \$103,446.55 effective 2/8/2019 (DOH 1/4/95, DOR 2/6/19) by J. Clift, 2nd by G. Olson, Roll Call: Olson-Aye, Newbury-Aye, Clift-Aye, Tieman-Aye, 4-0 ayes, passed.

Legal Comments:

Nothing at his time. Any future hearing s will be posted in accordance with the Open Meetings Act

Public Comments:

-None

Motion to adjourn @ 15:46 by G. Olson, 2nd by J. Newbury, 4-0 ayes, passed.