

BOARD OF TRUSTEES
OF THE

Firemen's Pension Fund

Special Meeting

Held Jointly With Police & Fire Pension Boards

November 29, 2018

1. The Special Joint Meeting was called to order by Board President Tad Beddow at 9:10 A.M. The meeting was held at City Hall, 17 W. Main St., Danville, Illinois 61834. The purpose of the meeting was to review investments with Financial Consultant Chris Kittell and discuss pension finances. Roll call was taken as follows:
2. Roll call
Present: Tad Beddow, Chad Busick, Randy Elliott and Lisa Monson
Others Present: Danville Policemen's Pension Fund Board of Trustees, Treasurer Stephanie Wilson, Board Attorney James Dobrovolny, Pension Board Financial Consultant Chris Kittell and Recording Secretary Bobby Lillard
Absent: Board Trustee Ron Candido
3. No Audience Comments
4. Beddow turned the meeting over to Financial Consultant Chris Kittell who stated he was recently invited to a City Counsel Meeting to discuss pension finances. Most of the questions were about the **Actuarial Report** and how it compares to the Pension Boards reporting system and the difference between the two numbers. The difference in the actuaries is cash in the overall portfolio, which "waters down" the actual returns. The differences in the returns are maybe a percent in a year's time. Kittell stated the discussion item for the Boards is; "*should we be more aggressive in our investing knowing we have extra cash not invested?*" Also, "*should that cash be included in the "pool" when we evaluate how much equity and bond exposure we have?*" Maximum equity exposure is currently 55%. Board Attorney Dobrovolny suggested amending investment policy at next meeting from 55% to 65% maximum equity exposure. Both Boards agreed. It was also agreed that Chris Kittell would be included in the meeting agenda's of both Boards.
5. Treasurer Wilson reviewed the City's Tax Levy Proposal and Annual Report to City Council for the fiscal year 2017/2018. The City of Danville retains Lauterbach & Amen, LLP as its independent actuary, for the purpose of providing a valuation and municipal funding recommendation. According to this valuation, the recommended municipal funding amount for next levy year is \$4,324,143.00. Motion by Kosik, seconded by Monson to accept Lauterbach & Amen, LLP recommendation. Roll call vote being:
Ayes: Beddow, Busick, Kosik and Monson
Nays: None
Absent: Candido
Motion carried 4 to 0.

6. Monson moved to approve Draft Actuarial Valuation from Lauterbach & Amen, LLP, Busick seconded. Roll call vote being:
 - Ayes: Beddow, Busick, Kosik and Monson
 - Nays: None
 - Absent: Candido
 - Motion carried 4 to 0.

7. Monson moved to approve Illinois Department of Insurance Annual Statement and Interrogatories, Busick seconded. Roll call vote being:
 - Ayes: Beddow, Busick, Kosik and Monson
 - Nays: None
 - Absent: Candido
 - Motion carried 4 to 0.

8. Monson moved to approve Annual Pension Increases & Disability Pension Increases with 2019 monthly amount of \$238,817.64 up from 2018 monthly amount of \$232,052.24; yearly of \$2,865,811.68 up from 2018 yearly amount of \$2,784,626.88, Kosik seconded. Roll call vote being:
 - Ayes: Beddow, Busick, Kosik and Monson
 - Nays: None
 - Absent: Candido
 - Motion carried 4 to 0.

9. Monson moved to approve Trustee Liability Insurance Renewal with Mesirrow Insurance Services, Inc. for 10/01/18 to 10/01/19 totaling \$4,965.00, Busick seconded. Roll call vote being:
 - Ayes: Beddow, Busick, Kosik and Monson
 - Nays: None
 - Absent: Candido
 - Motion carried 4 to 0.

10. Monson moved to accept and place on file Pension Plan Investment Cost Report for 07/01/18 through 09/30/18 totaling \$10,954.89 and 3rd Quarter Investment Report from BankChampaign ending 09/30/18, Kosik seconded. Roll call vote being:
 - Ayes: Beddow, Busick, Kosik and Monson
 - Nays: None
 - Absent: Candido
 - Motion carried 4 to 0.

11. Set Meeting Dates and Times for 2019
 - After brief discussion with Police Pension Board Trustees, Monson moved to approve Fireman's Pension Fund Meeting time to 9 A.M. on dates listed below, Busick seconded. Vote carried on voice vote.
 - January 8, 2019
 - April 9, 2019
 - July 9, 2019
 - October 8, 2019

12. Discussion of Per Diem Travel Expenses

Treasurer Wilson stated as long as paying from actual receipts, there should be no problems. She also suggested adding *Per Diem Travel Expense* specifics to the current policy.

13. Approve Retirement Dollar Amount for Phil Bernardi-Police
Police Pension Fund business
14. Monson moved to Receive and File Resignation of Trustee Ron Candido effective October 17, 2018, Busick seconded. Motion carried on voice vote.
15. With no further business for the Board to consider Monson moved to adjourn and Busick seconded. Motion carried on voice vote and meeting adjourned at 10:10 A.M.

Date Approved: 1-8-19


Bobby Lillard, Recording Secretary