

Minutes of the Regular Pension Board

Meeting 08/01/2013

At Fire Department Headquarters 909 Lake

Members Present: Mr. Deron Daugherty, Mr. Patrick Dillon, Mr. Sean Heneghan, Mr. Joseph Romano, Mrs. Rorke

Present: Mr. Rom Chmara, Mr. Hitesh Desai, Mrs. Mary Tomanek, Chief Klaiber, Mr. Tim Schoolmaster

Meeting Called to Order at 9:07am

Roll Call and Declaration of Quorum – Mr. Romano absent

Minutes: Motion to accept the minutes of the meeting held May 17, 2013. Motion: Dillon. Second: Heneghan. Motion approved.

Public Comment by Mr. Timothy Schoolmaster:

- Discusses common issues between the Fire and Police funds.
- Believes Marty Lyons has been given too many jobs.
- Wants to look into taking all accounting outside the city, but would rather work with the city and keep it in house.
- City Treasurer is required to be bonded by state law and is not.
- Believes Mayor might not be bonded either. Doesn't believe any wrongdoing just wants it made right.
- Asked Hitesh to be made 2nd signatory, City Manager did not like that idea.
- Discussion regarding Payroll not being put immediately in fund prior to 2011. Schoolmaster has asked that the city hold payroll info from 2001-2011

Mr. Joe Romano arrives at 9:20

Investment Committee Report: Ms. Mary Tomanek, Portfolio Review and Investment Recommendations

- Change over custodian account: Discussion with Tomanek discussing options if we move away from Chase. Mary states it doesn't matter to them where it goes they just need to get feeds. Rom discusses how Chase has been a hassle to deal with. Bad customer service and slow making trades.
- Tomanek will get us a few options.
- “Fedspeak” in May affected the market.
- Stocks still finished ahead this quarter. Financials did very well
- Emerging markets weak this quarter.
- Doesn't believe Fed will raise short term interest rates until 2015.

-Article handed out "Europe's Economy Will Recover."

-Discussion regarding socially responsible investment/investing theory. Mary and Daugherty will continue discussion.

Cash Flow Report by Rom Chmara:

-Rom believes we should probably wait until next meeting to invest cash in order to be safe.

New Business:

Regular Pension for approval

-Mr. Steven Ready effective May 30, 2013. 26 years 9 months 13 days service. Annual salary \$103,465.70, 66.88% benefit. \$5,769.97/month. Motion by Daugherty, 2nd by Dillon. Motion passes 5-0.

-Mr. Michael Wideman effective July 21, 2013. 25 years 3 months 6 days service. Annual salary \$90,732.53, 62.92% benefit. \$4,757.16/month. Motion by Daugherty, 2nd by Rorke. Motion passes 5-0.

Deaths

-Retired member Mr. James Keaty passed away July 25, 2013. Survivor benefit to widow Gay Keaty of \$4,254.19/month. Motion by Daugherty, 2nd by Dillon. Motion passes 5-0 vote

Pension Expenditure report for approval

Rom Chmara

-Motion: Rorke; Second: Romano; Motion Carries 5-0 roll call vote

Creation of Pension Funding Policy of City

-Lyons discussion regarding GASB.

-Hope to have policy by year end.

Final approval of letter of finding of FF/PM Donald Cederberg

-Motion by Daugherty, 2nd by Rorke. Roll call vote passes 3-0 Romano, Rorke, Daugherty.

Results of Internal Pension Survey

-Discussion by Daugherty

Reverse audit of Pension Fund advisors

-What could we improve on as a board.

2013 Actuarial Report

-City going to with recommended funding, and not the state minimum in order to try and raise pension funding %.

Presenting Data and Information Seminar

-Motion by Daugherty to reimburse members for taking the class. 2nd by Dillon.
Motion passes 4-1 with Romano the no vote.

Motion to adjourn meeting made by Daugherty. 2nd by Dillon

Motion Carries.

Meeting adjourned at 10:36am