

City of Olney
Police Pension Board Meeting
November 19th, 2014

Call To Order:

Rick Runyon called to order the City of Olney Police Pension Board Meeting for November 11^h, 2014 at 8:35am.

Roll Call:

The following were present: Rick Runyon, Charles Sanders, Dana Berry, Mike Uhl, Gregg Brooks, and Brian Nuttall.

Approval Minutes of previous Pension Board Meeting:

The minutes for the July 08th, 2014 meeting were presented by Nuttall for approval.

Uhl made a motion to approve the minutes.

Berry 2nd

All present in favor

Treasurer's Report:

Charles Sanders presented the Pension Board with the Treasurer's Report. Sanders said there were four CD's matured as of 11/18/14.

Total market value for the pension account was 4.2 million. The variable annuity is at 15.8%, which is closer to the current max set at 20%.

All but the last tax levy payment has been received and is listed on the Investment Schedule.

Sanders presented the CD rates and said there was \$400,000 available to invest from the matured CD's.

Sanders recommended keeping the \$393,000 in the account to cover the payments until next may. This would allow \$100,000 to remain in the money market account to obtain the .35% and invest \$400,000.

New Business:

The Board reviewed why the 20% cap was on the variable rate annuities. Sanders stated he had further information from Mitchell and Edward Jones regarding the annuities and the fees. A packet was presented to show what the fees are being charged for on the accounts.

Mitchell presented a Performance Summary and a Performance Analysis of the Edward Jones investments.

The 20% max was set in the investment policy with the Board's approval. It was determined a motion would be needed to invest more than this amount.

Brooks made a motion to invest the recommended amounts by Mitchell, which were listed on the Holdings sheet.

Berry 2nd

All in favor.

Nuttall made a motion to raise the 20% limit up to 35% based on the discussion among the board.

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Brooks 2nd
All in favor.
All present in favor

Sanders discussed the Edward Jones contract that Corporate requested the Board sign. Sanders said E/J Corporate has made three changes to the written agreement.

-The City/Sanders does not have to sign the contract, but Sanders still needs to be a signee on documents.

-At least two members need to sign the contract.

-The Board needs to have listed in the minutes who is authorized to work with/direct Edward Jones.

All members stated they would be willing to sign the Edward Jones contract.

Sanders said the auto reinvest is causing him to report a fraction of a share being purchased numerous times. The Board agreed the auto purchase option is not needed.

Brooks made the motion to cancel the option.

Berry 2nd
All in favor.

Required Reporting-Sanders presented the report for discussion before the report was filed. The Board found no issues with the report presented by Sanders.

Uhl made a motion to approve the report.

Brooks 2nd
All in favor.

The Actuarial Reports were presented from Tepfer Group and the State of Illinois. After Discussion, the recommended range would be from \$438,000-\$460,000

Nuttall made the motion to approve this amount.

Uhl 2nd
All in favor.

Runyon presented the bill for Tepfer Group which totaled \$2000.

Brooks made a motion to pay the submitted bill.

Berry 2nd
All in Favor.

Runyon presented \$800 for the City bill for the audit that was completed.

Berry made a motion to pay this amount.

Brooks 2nd
All in favor.

The Board discussed the training requirements and a reminder to take the online courses. Sanders said he would attempt to arrange a local class for further training.

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Next Pension Board Meeting and Adjournment: Sanders mentioned the next meeting was scheduled for January, but it was discussed to move the meeting until February due to no investments becoming due. The next meeting was then set for February 11, 2015 at 8:30 AM.

Brooks made motion to adjourn
Uhl 2nd the motion.
All present in Favor
Meeting adjourned at 9:30 AM

Meeting adjourn.