

CITY OF OLNEY
SPECIAL FIRE PENSION BOARD
DECEMBER 4, 2012

AGENDA #1 “CALL TO ORDER” The City of Olney Fire Pension Board met in the Fire Station at 9:12 a.m. on December 4, 2012, with President Rusty Holmes presiding.

AGENDA #2 “ROLL CALL” The following members were present: Fire Chief Rusty Holmes, Firefighter Mike Hill, City Treasurer Chuck Sanders and City Clerk Belinda Henton. Retired Firefighter Clarence Smith was absent.

AGENDA #3 “DISCUSSION: TAX LEVY” Mr. Sanders explained the Fire Pension Board is required to approve the proposed tax levy before the City Council passes the tax levy ordinance on December 8. The Illinois Department of Insurance provided an actuarial report indicating \$106,371 needed to be levied for Fire Pension. Mr. Sanders provided the Board with a tax levy recap which represented a 0% increase over last year’s levy. To achieve the 0% increase a couple of other levies had to be lowered, but these changes will not affect Fire Pension. Mr. Sanders recommended the Fire Pension Board approve the proposed Fire Pension levy of \$106,371.

Mr. Sanders explained the actuarial report has some assumptions which are not realistic. The rate of return has been lowered from 7% to 5% which Mr. Sanders believed was still too high. The life expectancy of retirees has been extended. The mortality and rate of returns have a great effect on the actuarial amount.

The Fire Pension is currently funded at 56%. Within 28 years it has to be funded 100%. Mr. Sanders recommended accepting the proposed tax levy.

Firefighter Hill moved to approve the tax levy of \$106,371, seconded by Fire Chief Holmes. A unanimous voice vote was received.

AGENDA #4 “APPROVE REIMBURSEMENT OF AUDIT EXPENSE” Firefighter Hill moved to approve the reimbursement of \$800 to the General Corporate Fund for the 2011/2012 audit expense, seconded by Fire Chief Holmes. A unanimous voice vote was received.

AGENDA #5 “PENSION PAYMENTS-DIRECT DEPOSIT” Mr. Sanders reported that currently all retirees have their monthly pensions direct deposited. Mr. Sanders asked the Board to pass a resolution requiring that all retiree pension payments be direct deposited.

Firefighter Hill moved to make it mandatory that all retiree pension payments be direct deposited, seconded by Fire Chief Holmes. A unanimous voice vote was received.

AGENDA #6 “ADJOURN” Firefighter Hill moved to adjourn, seconded by Mrs. Henton.

The meeting of the Fire Pension meeting adjourned at 9:34 a.m.

Belinda C. Henton
Secretary