

City of Olney
Police Pension Board Meeting
February 15, 2018

AGENDA #1 CALL TO ORDER: Sergeant Brian Nuttall called to order the City of Olney Police Pension Board meeting for February 15, 2018, at 10:36 a.m.

AGENDA #2 ROLL CALL: The following were present: Sergeant Brian Nuttall, Sergeant Josh Schlick, and Rick Runyon. Mike Uhl and Gregg Brooks were absent. City Treasurer Charles Sanders, Assistant City Treasurer Jane Guinn, and City Clerk Kelsie Sterchi were also present.

AGENDA #3 APPROVE MINUTES FROM POLICE PENSION BOARD MEETING ON NOVEMBER 27, 2017: The Board was provided with the minutes from November 27, 2017. Mr. Runyon moved to approve the minutes from November 27, 2017, seconded by Sergeant Schlick. A majority affirmative voice vote was received.

AGENDA #4 TREASURER'S REPORT:

4-A "Discussion: Income and Expense May 1, 2017 – January 31, 2018" The Board was provided with an income and expense statement from May 1, 2017 – January 31, 2018. Mr. Sanders reported that the year's returns had been outstanding. In December of 2017, American Funds provided over \$100,000.00 in returns. Additionally, all money had been received from the 2017 tax levy in an amount of \$633,710.42.

4-B "Discussion: Investment Schedule and Maturities" The Board was provided with an investment schedule and maturities listing as of February 9, 2018.

One annuity was set to come due in April of 2018, and another in May of 2018. Mr. Sanders cautioned that those annuities should not be relied upon to meet monthly expenses because a favorable rate of return may be available if the annuities are renewed.

Current cash on hand totaled \$981,589.65. The total funds for the Police Pension Fund came in at \$5,020,587.21. Over the next six months, \$319,913.58 would be needed to make the monthly pension payments.

AGENDA #5 EDWARD JONES PRESENTATION: LaNae Mitchell told the Board that American Funds had paid out about \$120,000.00 in returns during December. The money went into the Edward Jones money market account until the Board was able to take action on investing.

Last year, the returns with Edward Jones came in at 14.82%. Year-to-date, the returns totaled 1.5%.

Mrs. Mitchell did not recommend investing in a one year CD at this time because interest rates were expected to rise. Mr. Runyon and Sergeant Schlick were in favor of a six month CD.

Mr. Sanders reminded the Board that the money market account at First National Bank would draw 1% interest. The Board was also scheduled to meet again in March, if they did not wish to make decisions at this meeting to invest all available funds. Additionally, the March

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meeting would be the time for the Board to approve the preliminary budget for the next fiscal year. This would need to be done before presenting the preliminary budget to the City Council.

AGENDA #6 AUTHORIZE ANY NEW INVESTMENTS: Mr. Runyon moved to invest \$100,000.00 in the First National Bank money market account, and to invest \$400,000.00 in a six month, 1.7% CD with Edward Jones, seconded by Sergeant Schlick. A majority affirmative voice vote was received.

AGENDA #7 AUTHORIZE PAYMENT OF FIDUCIARY LIABILITY INSURANCE PREMIUM: Mr. Sanders told the Board that the fiduciary liability premium invoice had been received and paid for by the City. The premium was the same amount as the expiring policy in the amount of \$12,715.00. Mr. Sanders requested authorization for payment of the premium.

Sergeant Schlick moved to approve payment of \$12,715.00 for the fiduciary liability premium, seconded by Mr. Runyon. A majority affirmative voice vote was received.

Mrs. Mitchell exited the meeting at 10:54 a.m.

AGENDA #8 APPROVE PENSION PAYMENT INCREASES: Mr. Sanders reminded the Council that each year, the State mandated a 3% pension payment increase to those eligible. Also required was Board action to approve the increases. Payees such as surviving spouses and those below a certain age would not be eligible for the increase per the Pension Code.

Mr. Runyon moved to approve the 3% pension payment increases to eligible parties, as required by State law, seconded by Sergeant Schlick. A majority affirmative voice vote was received.

AGENDA #9 PUBLIC COMMENTS/PRESENTATIONS: No one from the public was present.

AGENDA #10 SCHEDULING OF NEXT MEETING – MARCH 28, 2018, 8:30 A.M.: The Board was in favor to keep their next meeting date scheduled for March 28, 2018, at 8:30 a.m.

AGENDA #11 ADJOURN: Mr. Runyon moved to adjourn, seconded by Sergeant Schlick. A majority affirmative voice vote was received. The meeting of the Police Pension Board adjourned at 10:56 a.m.

Sergeant Josh Schlick
Assistant Secretary