



MOLINE FIREFIGHTERS' PENSION FUND

1630 8th Avenue, Moline, Illinois | 309-524-2250

Brian Vyncke Mike Rasche Mike Lucchetti Scott Raes Kathleen Carr
President Secretary Trustee Trustee Treasurer

MINUTES OF THE REGULAR MEETING

Thursday, January 22, 2015

A regular meeting of the Board of Trustees of the Moline Firefighters' Pension Fund was held on Thursday, January 22, 2015 at the Moline Fire Department, 1630 8th Avenue, Moline, Illinois for the purpose of conducting regular business, pursuant to notice.

CALL TO ORDER: Trustee Vyncke called the meeting to order at 9:02am.

ROLL CALL:

PRESENT: Trustees Brian Vyncke, Mike Rasche, Mike Lucchetti, and Kathleen Carr
ABSENT: Trustee Scott Raes
ALSO PRESENT: James Nowicki and Bill Yocius, Mitchell, Vaught & Taylor, Lupe Ramirez, Village Accountant; Sara Williams, Lauterbach & Amen (L&A)

PUBLIC COMMENT: None

APPROVAL OF MINUTES: The Board reviewed the regular meeting minutes from October 23, 2014, and the special meeting minutes from November 11, 2014 and December 17, 2014. A motion was made by Trustee Carr and seconded by Trustee Rasche to amend the 11/21/2014 minutes to reflect Board Counsel attended via telephone. Motion carried unanimously by voice vote. A motion was made by Trustee Lucchetti and seconded by Trustee Vyncke to approve the regular meeting minutes from October 23, 2014, and the special meeting minutes from November 11, 2014 and December 17, 2014, as amended. Motion carried unanimously by voice vote.

Semi-Annual Review of Closed Session Minutes: The Board discussed the closed session meeting minutes. A motion was made by Trustee Vyncke and seconded by Trustee Carr to keep closed meeting minutes confidential, due to discussion of personal, medical information pertaining to a pending disability. Motion carried unanimously by voice vote.

INVESTMENT REPORTS: *Mitchell, Vaught & Taylor, Inc.:* James Nowicki and Bill Yocius from Mitchell, Vaught & Taylor, Inc. presented the Board with the first quarter investment report. As of December 31, 2014 the total fund value was \$27,419,313. The total net account return is 3.7% for the quarter. The asset allocations are in accordance with policy guidelines: 64.3% in equities (50.8% Domestic and 13.5% International) and 35.7% in fixed income. The fixed income and equity portfolios were reviewed, along with the Market Commentary and Transactions Report. All questions were answered by Mr. Nowicki and Mr. Yocius. A motion was made by Trustee Lucchetti and seconded by Trustee Vyncke to accept the investment report as presented by Mitchell, Vaught & Taylor, Inc. Motion carried unanimously by voice vote.

TREASURER'S REPORT: *Presentation and Approval of Bills:* The Board was presented with an invoice from USI Insurance Services in the amount of \$8,108.00 for renewal of Fiduciary Liability Insurance Coverage. A motion was made by Trustee Rasche and seconded by Trustee Lucchetti to approve payment in the amount of \$8,108.00 for Fiduciary Liability Insurance policy renewal. Motion carried by roll call vote.

AYES: Trustees Vyncke, Rasche, Lucchetti, & Carr
NAYS: None
ABSENT: Trustee Raes

Trustee Carr reported to the Board that she received an additional invoice from USI Insurance Services for renewal of ERISA Insurance Coverage. A motion was made by Trustee Lucchetti and seconded by Trustee Vyncke to approve payment in an amount not to exceed \$500.00 to USI Insurance Services for ERISA policy renewal. Motion carried by roll call vote.

AYES: Trustees Vyncke, Rasche, Lucchetti, & Carr
NAYS: None
ABSENT: Trustee Raes

APPLICATIONS/WITHDRAWALS FROM THE FUND: There are none at this time.

APPLICATION FOR RETIREMENT/DISABILITY BENEFITS: *Kathy N. Grace-Davis – Surviving Spouse:* The Board reviewed the surviving spouse benefit calculation for Ms. Grace-Davis. Pensioner Charles Davis passed away on January 1, 2015. Ms. Grace-Davis will receive a surviving spouse benefit of \$4,492.14 monthly, for an annual benefit of \$53,905.68. A motion was made by Trustee Rasche and seconded by Trustee Vyncke to approve the surviving spouse benefit for Kathy Grace-Davis in the amount of \$4,492.14 monthly, for an annual total of \$53,905.68, effective January 2, 2015. Motion carried by roll call vote.

AYES: Trustees Vyncke, Rasche, Lucchetti, & Carr
NAYS: None
ABSENT: Trustee Raes

OLD BUSINESS: None

NEW BUSINESS: *Open Meetings Act Designee:* The Board discussed who will be the Open Meetings Act designee. A motion was made by Trustee Carr and seconded by Trustee Vyncke to appoint Trustee Raes as the Open Meetings Act Designee. Motion carried unanimously by voice vote.

Review of Fiduciary Liability Insurance policy quote: The Board reviewed the Fiduciary Liability Insurance provided by Travelers Insurance Company. The proposed policy, effective February 1, 2015 through February 1, 2016, offers \$2,000,000 limit of liability for all claims, \$100,000 settlement program limit of liability, \$100,000 HIPPA limit of liability, and \$100,000 502(c) penalties limit of liability. The total premium cost of this policy is \$8,108.00. A motion was made by Trustee Vyncke and seconded by Trustee Lucchetti to approve renewal of the

Fiduciary Liability Insurance policy proposal as presented and payment of the annual premium in the amount of \$8,108.00. Motion carried by roll call vote.

AYES: Trustees Vyncke, Rasche, Lucchetti, & Carr

NAYS: None

ABSENT: Trustee Raes

Approve 2015 Cost of Living Adjustments for Pensioners: The Board reviewed the Annual Benefit Increases effective January 1, 2015 for pensioners. A motion was made by Trustee Carr and seconded by Trustee Vyncke to approve the 2015 Cost of Living Adjustments for pensioners as presented. Motion carried by roll call vote.

AYES: Trustees Vyncke, Lucchetti, & Carr

NAYS: None

ABSENT: Trustee Raes

ABSTAIN: Trustee Rasche

Review of Trustee Term Expirations and Election Procedures: The Board noted that the Trustee term for Trustee Vyncke will expire in April 2015. Lauterbach & Amen will conduct the Trustee election on behalf of the Pension Fund, and an update of election results will be presented at the next regular meeting.

ATTORNEY'S REPORT: The Board reviewed the first quarter *Legal and Legislative Updates* newsletter from Reimer Dobrovlny & Karlson, LLC.

CLOSED SESSION, IF REQUIRED: None

ADJOURNMENT: A motion was made by Trustee Rasche and seconded by Trustee Lucchetti to adjourn at 10:32am. Motion carried unanimously by voice vote.

Brian Vyncke, Board President

Minutes approved by the Board of Trustees on _____.

Minutes prepared by Sara Williams, Pension Services Administrator