

LISLE WOODRIDGE FIRE DISTRICT
FIREFIGHTERS PENSION FUND

Regular Meeting Minutes
Monday, August 25, 2014 4:00 p.m.

CALL TO ORDER

President Demas called the Lisle-Woodridge Firefighters Pension Fund Board Meeting to order at 4:02 p.m. on Monday, August 25, 2014, at Station #51 and Headquarters, 1005 School Street, Lisle, Illinois 60532.

ROLL CALL

Roll call indicated the following Board members were present: President Demas, Secretary Orth, Trustee Krestan, Trustee Cook and Trustee Kagann. Also present: Treasurer Perry, District President Frank, Attorney Flaherty, Attorney Weizeorick, Laurie Hayes of FMAU Accounting Services, Jon Willhite of UBS Financial Services (4:35), Union President Capua and Recording Secretary McClain.

APPROVAL OF MINUTES

Motion was made by Trustee Krestan to approve the July 28, 2014 meeting minutes as presented, second by Secretary Orth. All ayes. Motion passed.

TREASURER'S REPORT

Financial Report – Laurie Hayes provided a summary on the July 2014 financial report. Ms. Hayes noted that Oppenheimer will continue to transfer residual funds to UBS. Oppenheimer is charging \$125.00 per account to transfer it over to UBS. This is standard practice and UBS is reimbursing us this fee. Motion was made by Secretary Orth, second by Trustee Kagann to accept the July 2014 financial report as presented. Roll call: Secretary Orth-aye, Trustee Kagann-aye, Trustee Krestan-aye, Trustee Cook-aye, President Demas-aye (5-ayes – 0-nays). Motion passed.

Payments of the Warrants – Motion was made by Trustee Krestan to pay warrants as presented in the amount of \$3,741.32 through August 25, 2014, second by Secretary Orth. Roll call: Trustee Krestan-aye, Secretary Orth-aye, Trustee Kagann-aye, Trustee Cook-aye, President Demas-aye (5 ayes – 0-nays). Motion passed.

Ratification of \$2,500.00 IME Evaluation Fee – Motion was made by Trustee Krestan to ratify the IME evaluation fee payment of \$2,500.00 to Dr. Itkin, second by Secretary Orth. Roll call: Trustee Krestan-aye, Secretary Orth-aye, Trustee Kagann-aye, Trustee Cook-aye, President Demas-aye (5 ayes – 0-nays). Motion passed.

COMMUNICATIONS

President Demas reported that the IPPFA is updating their data, emails of all the Board members have been supplied.

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The AFFI is hosting their seminar on October 20th and 21st at the Lisle Hilton. The pension members are encouraged to attend.

The IPPFA is having their Conference, September 30 – October 3 in Lake Geneva.

Confirmation was received from the IRS regarding the employer identification number.

President Demas received checks from UBS. President Demas turned the checks over Laurie Hayes.

COMMITTEE REPORTS

Legislative Committee – Attorney Flaherty shared a case specifically dealing with retiree health insurance. The issue was whether the amount the retirees were required to pay was protected. A 6-1 decision in the Illinois Supreme Court found that not only does it pertain to pensions it also covers retirement benefits. Because legislation changed the retirement benefits for retirees, they violated the Constitutional Protection Clause. Attorney Flaherty stated the in his opinion that means that Senate Bill 1 is dead.

Trustee Krestan will email an article written by David Zafiratos of Ottosen; How the disability pension process works. He suggested that David be invited to a meeting to address the Board.

Investment Committee – Nothing to report.

OLD BUSINESS

- *UBS Fund Movement Update* – Reported under New Business.
- *FMI Dan DeCraene Disability Application Update* – Attorney Flaherty stated that all three IME's are scheduled and will be completed by the end of September. FMI DeCraene is seeking two different pensions, a line of duty disability and an occupational health disability.
- *2015 Pension Budget Review* – The Board reviewed and discussed the proposed 2015 budget. Motion was made by Secretary Orth, second by Trustee Kagann to accept the FY2015 budget as presented. Roll call: Secretary Orth-aye, Trustee Kagann-aye, Trustee Krestan-aye, Trustee Cook-aye, President Demas-aye (5-ayes – 0-nays). Motion passed.
- *SugarSync File Sharing Software* – President Demas stated that the District is using Sugarsync and the Pension Board will follow suit.

NEW BUSINESS

- *Presentation from UBS Financial Services*
Jon Willhite distributed several reports to the Board. The Board was asked to complete the risk profiles and possibly form a committee to look at managing the risk. The consensus of the Board was to complete the risk profile and submit to

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Jon before the next meeting. The Board will review and formalize the process along with the updates to the Funding Policy at the September Meeting. Mr. Willhite will provide a redlined copy of the Funding Policy to the Board for review. Mr. Willhite explored all the current funds and managers.

- *Second Quarter Investment Results*
The Board was provided a second quarter report from Oppenheimer for review.
- *Strategic Plan Document for Fire District*
Deputy Chief Krestan reported that the District is looking for the Pension Board to provide a three year projection. This can be discussed further at the next meeting.

CLOSED SESSION

None.

MATTERS OF THE PUBLIC

President Demas asked if he should contact the previous members that are due a refund of their contributions. The members felt that it is the employees responsibility.

ADDITIONAL INFORMATION

The total Trustee training hours to be credited was determined to be 90 minutes per Attorney Flaherty.

ADJOURNMENT

Motion was made by Trustee Krestan to adjourn the meeting at 7:10 p.m., second by Trustee Orth. All ayes. Motion passed.

Respectfully Submitted,
Andrew Orth – Secretary

By: Nancy McClain, Recording Secretary