

Minutes of the Regular Meeting
St. Charles Firefighter's Pension Board
Wednesday, December 4, 2019
8 E. Main St., Den A
St. Charles, IL.
8:00 a.m.

Call to Order

The meeting was called to order by Tony Centimano at 8:00 a.m. with 4 members present.

Present: Tony Centimano, Chris Minick, Steve Siwy, Lance Maxwell

Absent: Ret Chief Joe Schelstreet

Also Present: Robert Vaughn, UBS; Greg Kiesewetter, Cook Castle Assoc

Minutes of the Meeting

- Steve Siwy reviewed the September 4, 2019 draft minutes of the regular meeting with the Board.

A motion was made by Chris Minick and seconded by Lance Maxwell to accept the minutes of the September 4, 2019 meeting.

A roll call vote was taken; all approved.

Motion Carried.

- Tony Centimano reviewed the October 24, 2019 minutes of the special meeting.

Old Business

- Chris Minick advised that the Tax Levy passed at the Dec 1st meeting

New Business

- **Review/Approve Investments**

Mr. Vaughn provided the following written statement from his presentation:

UBS presented to the committee an updated contract reducing their fee. The contract has been the standard practice on the renewal process but based on the consolidation many Article 3 & 4 Pension plans have been asking for an Addendum.

UBS presented a Request to Consent Contract referencing the acquisition of C.S. Mckee by North Square Investments. UBS noted this transaction is the culmination of an employee led succession event, and it is not expected to have any material impact on the investment advisory services (there will be no changes in the investment strategy, PM team and fees).

UBS gave a market overview for the third quarter which was marked by relatively volatile trading in both stocks and fixed income, with investors reacting to uncertainties about the US-China trade dispute and central bank easing. UBS expects trade tensions to persist and central banks to remain dovish in 4Q. Global equities have been roughly flat and struggling for direction over the past quarter, with ongoing trade uncertainty and slowing growth capping the upside and central bank rate cuts limiting downside. But those factors have contributed to significant moves in bond markets which UBS highlighted during the investment review.

Discussed rebalancing the accounts per the following:

Move \$200,000 from JP Morgan Equity and \$91,000 from IShare MSCI to pay retirees and move \$300,000 from Oppenheimer Invesco Developing Markets into fixed income C.S McKee Govt Credit.

- A motion was made by Chris Minick and seconded by Tony Centimano to rebalance the accounts as presented.

A roll call vote was taken; all approved.

Motion Carried.

- **Review/Approve Expenditures**

Steve Siwy reviewed the current list of expenditures in the amount of \$79,777.75

A motion was made by Steve Siwy and seconded by Chris Minick to approve the expenditures in the amount of \$79,777.75 as presented.

A roll call vote was taken; all approved.

Motion Carried.

- **Review/Approve Meeting Dates (for following year)**

The dates were presented as: March 4, June 3, Sept. 2, and Dec. 2. All meetings scheduled to begin at 8am.

A motion to accept the dates as presented was made by Chris Minick and seconded by Lance Maxwell.

A roll call vote was taken; all approved.

Motion Carried.

- **Review/Approve Cost of Living Adjustments**

Tony Centimano presented the Cost of Living Adjustments for 2020.

A motion was made by Chris Minick and seconded by Lance Maxwell to approve the adjustments as presented.

A roll call vote was taken; all approved.

Motion Carried.

- **Review/Approve Fiduciary Liability Policy**

Mr. Kiesewetter presented Cook Castle Assoc's renewal proposal and reviewed the highlighted points.

Mr. Kiesewetter also discussed pending pension consolidation stating that he hasn't seen any investment liability claims, so the consolidation shouldn't change the liability &

coverage. Chris Minick looking into cyber liability policy with the City and how it interacts with the Pension Board.

A motion was made to approve the Renewal of the Fiduciary Liability Insurance Policy in the amount of \$6,951.00 by Tony Centimano and seconded by Chris Minick.

A roll call vote was taken; all approved.

Motion Carried.

- **Consolidation Legislation Discussion**

Discussed consolidation timeline

- **Review/Approve Retirement of Darin Peterson**

Effective Dec 2nd, 2019 with a benefit in the amount of \$81,612.55 = 61.46% of \$132,793.38 – deferred until 9/28/2020

A motion was made by Tony Centimano and seconded by Chris Minick to approve the deferred amount of \$81,612.55 for Darin Peterson.

A roll call vote was taken; all approved.

Motion Carried.

- **Other Business**

Chris Minick said that he will have the Municipal Compliance Report ready for the next meeting and asked to have it on the agenda.

- **Public Comment**

None

Adjournment

A motion was made by Tony Centimano and seconded by Chris Minick to adjourn the meeting at 9:15 a.m.

A roll call vote was taken; all approved.

Motion Carried.

Respectfully submitted by Stephen Siwy; Secretary