

FIRE PENSION FUND

Minutes

October 16, 2015

Mayor Vaughn Spencer, David Cituk, Kaylene Huggins, Quentin Englehart, Lilliana Castillo, Merlin Planer, Steve Richman (solicitor), Chief William Stoudt Jr, Donald Pottiger

Call to Order 10:05a.m.

• **PRESENTER/GUEST/ABSENT**

- Presenter- Carol Snyder –City of Reading’s Managing director
- Presenter- Mockenhaupt (via phone Colleen Deer)
- Absent- Vaughn Spencer
- Guest- Walter Bauer
- Guest- Jon Gowombeck
- Guest- Michael Shoumlisky
- Guest- Andrew Getka

• **MINUTES**

- Approve minutes from September 2015
 - Motion to approve made by Quentin Englehart, 2nd by Donald Pottiger. (5y/0n)

• **FINANCIAL REPORTS**

- Wells Fargo Commercial 9/1/15-9/30/15
- AEW Value fund 9/1/15-9/30/15
- Financial Report as of August 31, 2015
- Comerica Statement Emerald 9/1/15-9/30/15
 - Motion to approve made by Merlin Planer, 2nd by William Stoudt. (5y/0n)

• **BILLS**

- ADP processing charges 10/31/2015- \$253.08
- ADP processing charges 8/31/2015- \$10.00

- Postal Reimbursement for September 2015-\$2.94
- The PFM Group from 7/1/15-9/30/15- \$10,000.00
- Markowitz & Richman Professional services for September 2015- \$2,178.00
- 3rd QTR Pension Coordinator and PT Pension Assistant salary- \$3,283.20
 - Motion to approve made by Quentin Englehart, 2nd by Merlin Planer. (5y/0n)

- **CORRESPONDENCE**

- Wire- sent by AEW 10/1/2015 for \$ 551, 774.42 received by Cindy Corby with Comerica on 10/1/2015
- Wire to liquidate- sent by AEW on 10/6/2015 for \$ 29, 040.80 received by Cindy Corby with Comerica on 10/6/2015

- **REFUNDS**

- **APPLICATIONS**

- Walter Bauer is requesting a recalculation of his deceased wife's pension from 14/20 to 20/40 with retro pay to April 23, 2015.

14/20	Monthly =	1849.82
	ANNUALLY=	22197.84
20/40	ANNUALLY=	\$31,711.20
	Monthly=	\$2,642.60
	Retro =	\$4,968.03

- Solicitor Steve Richmond advised tabling for legal review
- Motion to approve the recalculation of Walter Bauer deceased wife from 14/20 to 20/40 with retro pay made by Merlin Planer, 2nd by Quentin Englehart. (5y/0n)

- **BUYBACKS**

- **D.R.O.P. APPLICATIONS**

- **OLD BUSINESS**

- Pension booklets for review- TABLED
 - Please contact Colleen Deer to inquire the status on the pension booklets.
- Firefighters that are leaving for active military duty and pension contributions

- **NEW BUSINESS**

- Mockenhaupt actuarial valuation
 - Level 2 would allow for additional funding sources EIT and property tax
 - The City of Reading would contributed an additional 3million in MMO in 2016
 - Concerns of the board
 - State and MMO violations
 - Violations of the Pension Act
 - Act 47 and Pension conflicts
 - Mandatory aggregation
 - Investment loss
 - The recommendation is based on an actual asset value
 - Investments are tabulated and tracked yearly
 - 1 Board would be created to oversee the finances
 - Motion to maintain the current plan of tabular smoothing & not combine pension plans made by Quentin Englehart, 2nd by Merlin Planer. (5y/0n)
- Letter to retirees explaining the January 2, 2016 payroll options for live checks.
 - Motion to approve the letter to retirees with the following changes, having the retiree make a selection and a return date. Motion made by Quentin Englehart, 2nd by Donald Pottiger (5y/0n) letters will be distributed with the October 30 pension checks

- **INFORMATION**

- **ADJOURNMENT**

- 1147 am. Motion to adjourn made by Quentin Englehart, 2nd by William Stoudt (5y/0n)