

Minutes
Firefighters' Pension Fund Board of Trustees
May 8, 2019
Quarterly Meeting

Call to Order: Chair Randy Farland called the meeting of the Firefighters' Pension Fund Board of Trustees to order at 8:30 a.m. at City Hall.

Board Members Present: Randy Farland
Donn Hill
Angeline Lavin
Matt McAreavey

Board Members Absent: None

Staff Members Present: Shawn Pritchett, Director of Finance
Bill O'Toole, Director of Human Resources
Thomas Huber, Assistant Director of Finance
Angie Uthe, Compensation & Benefits Manager
Kathy Pottebaum, Payroll/Benefits Specialist

Others present: Employee's Retirement System Board of Trustees members:
Matthew Adamson, Cathy Bianchi, Ben Kyte, James Larson,
Kristin Lobien & Mark Sivertson
Peter Brown, AndCo Consulting
Louise Gates, Gabriel Roeder Smith & Company

The Firefighters' Pension Fund Board of Trustees and the Employee's Retirement System Board of Trustees met in joint session.

A motion was made by McAreavey, seconded by Lavin, to approve the February 12, 2019 meeting minutes. Motion carried unanimously.

Peter Brown presented the Board with the March 31, 2019 first quarter total fund performance and rank to the total plan universe as follows: Quarter 9.32% (18), 1 year 5.81% (10), 5 year 7.11% (10), and 10 year 12.27% (2). The market value of the Fund increased from \$154.8 million to \$166.4 million in the quarter.

Tom Huber reviewed the Investment Allocations and Manager Structure.

Tom Huber presented the Board with the 2018 Annual Financial Statements which are prepared in accordance with Generally Accepted Accounting Principles (GAAP), are audited as part of the City's independent annual financial audit, and published as part of the City's Comprehensive Annual Financial Report. The year-end statements showed a decrease in net assets from \$164.9 million to \$155.9 million for the year ending December 31, 2018.

A motion was made by Lavin, seconded by McAreavey, to accept the 2018 Annual Financial Fund Statement. Motion carried unanimously.

Louise Gates presented the board with the December 31, 2018 Annual Actuarial Valuation. The report indicated that the plan had an actuarial funded ratio of 98.5% as of December

31, 2018. The results of the valuation identified the City's 2020 pension contribution of \$3,965,830.

A motion was made by Lavin, seconded by McAreavey, to accept the 2018 Annual Actuarial Valuation. Motion carried unanimously.

Uthe presented the board with the 2018 pension log, which reports all retirements, stipends, refunds, deferred retirements, and deaths of plan members.

A motion was made by McAreavey, seconded by Hill, to accept the 2018 pension log. Motion carried unanimously.

A motion was made by Hill, seconded by McAreavey, to approve the extension of service request beyond age 60 for the entire period allowed under ordinance for member Dan March, provided he meets the physical performance standards and all other job performance requirements of his position. Motion carried unanimously.

The board addressed the current trustee vacancy created by the resignation of Tyler Stewart. The current trustee vacancy is elected by the board. The board reviewed and discussed the application of Loren Koepsell, Assistant Professor in Business Administration at Augustana University in Sioux Falls.

A motion was made by Lavin, seconded by Hill, to elect Loren Koepsell as Trustee with the Firefighter's Pension Fund Board of Trustees. Motion carried unanimously.

A motion was made by Lavin, seconded by McAreavey, to enter into executive session pursuant to SDCL 1-25-2 and 1-27-1.5(2), for review of personal medical records for purposes of determining eligibility for ongoing disability benefits. Motion carried unanimously.

A motion was made by Hill, seconded by McAreavey, to exit executive session. Motion carried unanimously.

A motion was made by Hill, seconded by McAreavey, to continue disability benefits for Jeb Ford. Motion carried unanimously.

A motion was made by McAreavey, seconded by Hill, to adjourn the meeting. Motion passed unanimously.

The Board adjourned at 10:10 a.m.

Respectfully submitted,
Angie Uthe, Recording Officer