

URBANA FIRE DEPARTMENT PENSION BOARD OF TRUSTEES MEETING MINUTES
Friday, April 25, 2008

The Fire Pension board of Trustees of the City of Urbana, Illinois met at 9:30 am, Friday, April 25, 2008, in the second floor conference room of the Urbana City Building.

MEMBERS PRESENT: Andrew Rickords, Secretary/Clerk/Firefighter
Ron Short, Retired Board Member/President
Ron Eldridge, City Comptroller/Treasurer
Mike Dilley, Fire Chief

MEMBERS ABSENT: Tim Belangee, Firefighter

OTHERS PRESENT: James Dobrovolny, Attorney (arrived 10:00 am)

President Short called the meeting to order at 9:30 am.

INVESTMENT BUSINESS

Mr. Scott MacAdam and Mr. Aaron Sutton of First Busey Trust & Investment Co. were present. They distributed the quarterly report and reviewed the Pension's Investment activity through the quarter ending March 31, 2008. The ending value for the portfolio for that quarter is \$12,847,280. There was a general discussion of investment returns between the board members and Busey representatives.

APPROVAL OF MINUTES

President Short moved to correct the minutes of the January 25, 2008 Fire Department Pension Board Meeting by changing A. under new business to "There was a 3% raise as of January 1, 2008 for those eligible pensioners". The motion to approve the minutes as amended was seconded by Mike Dilley and carried by voice vote.

TREASURER'S REPORT

No Treasurer's report was presented for this meeting.

CLERK'S REPORT

No Clerk's report was presented for this meeting.

OLD BUSINESS

Ron Eldridge reported that the state required non-predatory lending certification was received by February 28, 2008 from the five banks the Fire Pension Fund has accounts with: Busey Bank, Central Illinois Bank, Free Star Bank, Chase Bank and Centruel Bank and was mailed into the Illinois Department of Insurance. Ron Eldridge also moved to approve the "Predatory Lending Practices Law Policy" (copy which is attached), as also required by State Law. Mike Dilley seconded and carried by voice vote.

NEW BUSINESS

A. There was a general discussion of the status of the firefighters that are under the S.U.R.S. and not included in the Firemen's Pension Fund. The questions discussed were if they start drawing the S.U.R.S. pension, what impact does that have on the Fire Pension Fund. Attorney Dobrovolny indicated he would contact the City Attorney and S.U.R.S. and report back.

B. There was a general discussion of the request by Tom Harnsbarger to review his retirement

dates concerning when he left the City. Mr. Harnsbarger feels that he should be entitled to purchase service credit to extend his retirement date. Attorney Dobrovolney agreed to research the issues and report to the Board his opinion.

C. Motion to approve reimbursing Andrew Rickords for normal customary costs of attending the I.P.P.F.A. annual conference in Lake Geneva, Wisconsin made by Ron Eldridge and seconded by Mike Dilley and carried by voice vote. There was also a discussion of possibly joining the I.P.P.F.A. but no action approved.

NEXT QUARTER'S MEETING

The next quarterly meeting of the Fire Pension Board is set for Friday, July 25 at 1:00 pm. (Subject to change).

ADJOURNMENT

There being no further business before the Board, President Short asked for a motion to adjourn. Comptroller Eldridge moved to adjourn the meeting. The motion was seconded by Sec/Clerk Rickords, carried by a voice vote and approved. President Short declared the meeting adjourned at 11:00 a.m.

Prepared by,

Ron Eldridge

Submitted by,

Andrew K. Rickords
Secretary/Clerk

Attachment:

Predatory Lending Practices Law Policy

BOARD OF TRUSTEES OF THE FIREMEN'S
PENSION FUND OF THE CITY OF URBANA, ILLINOIS
HIGH RISK HOME LOAN ACT POLICY

Effective: APRIL 25, 2008

PREDATORY LENDING PRACTICES LAW POLICY

Purpose:

It is the purpose of this policy to ensure that the City of Urbana Firemen's Pension Fund and all of its financial institutions (or their affiliates) do not invest or deposit public funds, under the control of the Pension Fund, with any entity who may violate the High Risk Home Loan Act (PA 93-561).

Scope:

Any Illinois Finance Entity, as that term is defined under 40 ILCS 5/1-110.10 as amended from time to time, who conducts business with the Urbana Firemen's Pension Fund must provide written certification that they comply with the requirements of the High Risk Home Loan Act and the rules adopted pursuant to that Act that are applicable to that Illinois Finance Entity.

Policy:

An Illinois Finance Entity is currently defined by statute as: "Illinois finance entity" means any entity chartered under the Illinois Banking Act, the Savings Bank Act, the Illinois Credit Union Act, or the Illinois Savings and Loan Act of 1985 and any person or entity licensed under the Residential Mortgage License Act of 1987, the Consumer Installment Loan Act, or the Sales Finance Agency Act.

The Urbana Firemen's Pension Fund and/or all of its financial institutions (or their affiliates) shall require the initial certification of any Illinois Finance Entity to be completed on or before February 28, 2008. Certification shall be required annually thereafter.

For Illinois Finance Entities with whom the Urbana Firemen's Pension Fund is not currently investing or depositing assets, the initial certification must be completed before the Pension Fund invests or deposits assets with the Illinois Finance Entity.

The Pension Fund shall submit the certifications to the Public Pension Division of the Department of Financial and Professional Regulation.

If an Illinois Finance Entity fails to provide an initial certification on or before February 28, 2008 or fails to submit an annual certification, then the Pension Fund shall notify the Illinois Finance Entity. The Illinois Finance Entity shall within 30 days after the date of notification, either (i) notify the Pension Fund of its intention to certify and complete certification or (ii) notify the Pension Fund of its intention to not complete certification. If an Illinois Finance Entity fails to provide certification, then the Pension Fund shall within 90 days divest, or attempt to divest, the Pension Fund's assets with that Illinois Finance Entity. The Pension Fund shall immediately notify the Department of the Illinois Finance Entity's failure to provide certification.

Approved by the Urbana Firemen's Pension Fund Board of Trustees on _____, 2008.

Signed: _____ Andrew Rickords, Secretary