

**City of Marine City
Pension Board ~ Pension Plan
April 26, 2016**

A regular meeting of the Pension Board ~ Pension Plan held on Tuesday, April 26, 2016 in the Fire Hall, 200 South Parker Street, Marine City, Michigan, was called to order by Board Member David Scheel at 4:28 PM.

Present: Mayor Skotarczyk; City Commissioner Turner; Board Members Itrich, Scheel, VanderMeulen, Zyrowski; Treasurer McDonald; City Manager Leven; and Deputy Clerk McDonald

Absent: None

Approve Agenda

Motion by City Commissioner Turner, seconded by Board Member Itrich, to approve the Agenda, as presented. All Ayes. Motion Carried.

Approve Minutes

Motion by City Commissioner Turner, seconded by Mayor Skotarczyk, to approve the Minutes of the Regular Pension Board ~ Pension Plan Meeting of January 26, 2016, as presented. All Ayes. Motion Carried.

Communications

None.

Unfinished Business

Lump-Sum Distribution ~ Discussion

Frederick Miller communicated to the Board that the Pension Plan calculated the benefit as if the employee had retired the day prior and chose the 100% beneficiary plan. The other

option was for the Board to purchase coverage for the beneficiary through an insurance company using the annuity and insurance table quotes. He also clarified that by changing the current ordinance that the beneficiary will receive less money, but the Pension Plan will benefit.

The Board then discussed the pros and cons of changing the ordinance for calculating the lump-sum.

Motion by Mayor Skotarczyk, seconded by Board Member Itrich, to table the item until the July 26, 2016 meeting. All Ayes. Motion Carried.

New Business

None.

Open Discussion

Bob Klieman, a City Retiree, questioned the representation on the Board and the allocation of the representation of City employees on the Board.

The Board requested that Mr. Klieman submit his questions and concerns in writing to the Board.

Financial Business

Financial Reports

- **Investment Performance**

Financial Consultant, Frederick Miller, provided a Performance Analysis Summary, dated April 22, 2016. He reported that the Pension Plan Holdings year to date had a decrease of 4.28. Mr. Miller said the city had taken out \$1.4 million since transitioning over from Wilmington Trust. His recommendation to the Board was to replace the Thornburg Investment Income Builder Fund Class A M/F with the Vanguard-Wellesley Income Fund (VWIAX).

Motion by Mayor Skotarczyk, seconded by Board Member Zyrowski, to accept and file the report as presented. All Ayes. Motion Carried.

Invoice Approval

Motion by City Commissioner Turner, seconded by Board Member Itrich, to approve Sullivan, Ward, Asher & Patton, P.C. Invoice #481774 in the amount of \$45.00, as presented. All Ayes. Motion Carried.

Preliminary Financial Statements

Motion by Board Member Zyrowsk, seconded by City Commissioner Turner, to accept the Preliminary Financial Statements for January, February, and March 2016, and place on file. All Ayes. Motion Carried.

Adjournment

Motion by Mayor Skotarczyk, seconded by Board Member Zyrowski, to adjourn at 5:08 pm. All Ayes. Motion Carried.

Respectfully submitted,

Elizabeth McDonald

Elizabeth McDonald
Deputy Clerk

Kristen Baxter

Kristen Baxter
City Clerk