



City of Rock Falls Finance / Insurance Committee Meeting Minutes

Date: 10-03-2018

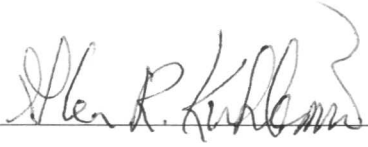
Time Meeting Started: 5:00pm

Time Meeting Ended: 7:09pm

Members		Also Attended	
Alderman Kuhlemier – Chairman	p	Mayor Wescott	p
Alderman Logan		Administrator Blackert	p
Alderman Kleckler	p	Clerk Arduini	p
		Alderman Schuneman	p
		Kathy Manning	p
		Dan Colby	p
		Lindsey Fish	P
		Anthony Cervini	P
Also Attended			

Topic	Discussion	Plan of Action
1.Call to Order at 5:00p.m. – Chairman Kuhlemier	Meeting was called to order at 5:00pm	Meeting begins at 5:00pm
2.Public Comment	None	No action
3.Approve Minutes of the July 23rd, 2018 meeting	The minutes were reviewed by the committee.	Minutes approved
4.New Business: a.MWM Consulting actuarial presentation	<p>Kathy Manning from MWM Consulting explained the actuary figures for the Police and Fire pension funds.</p> <p>The City is funding under the Entry Age Normal method representing 100% funding of the funds by 2040. Mrs. Manning explained that because of increasing payroll, the unfunded amount can increase even though the City is funding is at the correct amount.</p> <p>OPEB will be added to the City's balance sheet next year.</p> <p>The Police Pension Fund is \$7.5M and funded at 48.77%</p> <p>The Fire Pension Fund is \$12M and is funded at 57.65%</p> <p>The funding policy contribution amount for Police- \$598,140</p> <p>The statutory contribution amount for Police \$508,351</p> <p>The funding policy contribution amount for Fire \$489,058</p> <p>The statutory contribution amount for Fire \$401,771</p> <p>Mayor Wescott asked questions about the mortality tables. MWM stated that Public service jobs are now about the same mortality as the regular population.</p> <p>Alderman Kleckler asked if the number of Police changing from 20 to 16 affects the calculations.</p> <p>Administrator Blackert added that there will be a \$1.3M increase to the liability of the City's balance sheet when GASB 75 shows the City's OPEB liability and expenses on the audit.</p>	
b.Sikich Audit presentation	<p>Anthony Cervini spoke to the committee and went through the Management Letter, Auditor's Communication to the City Council, and the Annual Financial report.</p> <p>Responses will be made and given back to the auditors for the management letter items.</p> <p>The management letter must appear on the City's website.</p> <p>The City is receiving a clean unmodified opinion from Sikich. This is the best possible for the City.</p> <p>Some items that were highlighted:</p> <p>The yearend process is getting better.</p> <p>Inventory will continue to be noted until some old hard to find parts are put to use.</p> <p>Some specific deposits, and other small issues were discussed.</p> <p>Water loss continues to show improvement.</p> <p>The tax levy discussions will begin in November.</p> <p>There was much discussion about Police and Fire investments.</p>	The committee recommends that the audit be presented to the City Council on October 16th,

c.MICA Pool update	Clerk Arduini explained to the Committee that the MICA Pool allocation which determines the City's premium may be changing. If it was left alone the City may see a flat or decreased premium due to a bad year falling off of the four year experience allocation.	No action
5.Municipal Investment Reports	The committee reviewed the reports	No action
6.Adjournment	With nothing else for the good of the committee the meeting was adjourned at 7:09pm	Meeting ends at 7:09pm



Committee Chairman