



Urbana Police Pension Fund

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URBANA POLICE PENSION FUND
October 28, 2006

** Next Board Meeting: Thursday, January 25, 2007, @ 10 AM **
** City Building Conference Room **

Present: Ron Eldridge, Treasurer (Mayoral Appointee)
Steve Royal, Secretary (Elected by Active-Duty Members)
Rich Surles, Asst. Secretary

Absent: Elmo Denniston, President
Greg Foster, Mayoral Appointee

Others

Present: Patrick Donnelly, Smith Barney
Jim Dobrovolny, Attorney for the Board

S. Royal called the meeting to order at 10:10 AM. Motion by R. Eldridge, seconded by S. Royal to approve the minutes of July 21, 2006; motion carried.

Reimbursement of Funds: Robert K. Jackson: R. Jackson separated from the City (082806) and requested a reimbursement for funds contributed. A reimbursement check in the amount of \$17,283.10 was mailed to him.

New officers:

Angela Menocci, DOB/041783, DOE 090706
Michael P. Cervantes, DOB/121882, DOE 101906
Benjamin P. Bermingham, DOB/100582, DOE 101906
Alexander J. Ruggieri, DOB/091377, DOE 101906

Physicals and psychological reports for the above-referenced applicants were reviewed by the Board. S. Royal stated there was nothing noteworthy. Motion by S. Royal, seconded by R. Eldridge; motion carried to approve all the applications (noted above) to the Fund.

Family Leave:

Rebecca Wood (03/20/06-06/12/06): R. Wood returned from unpaid family leave; no contributions were paid during her absence.

Actuarial Valuation Report: The pension fund actuary, Tim Sharpe, provided the following numbers for the tax levy that the City will be approving in 2006: \$1,143,288 is the minimum required by law; \$1,518,069 is the amount calculated based on level dollar funding of unfunded liability; \$1,518,069 has been requested to the City. R. Eldridge briefly summarized the changes impacting the Fund (disability, retirements, promotions, etc.) and went through an explanation of the itemized sections. He stated there's no big changes in the last 10 years of the Fund.

R. Eldridge stated the City pays for the preparation of this report, which costs around \$700 for Police; a separate report is prepared for the Fire Pension Fund.

R. Eldridge stated he is concerned on the investment return and would like to see the Fund place half of their equity in Busey and make a comparison & monitor the performance.

Sudan: J. Dobrovolny gave an update on Sudan compliance (miscellaneous Motions filed in Court) and stated there would be more to report in January.

Predatory Lending Act: Discussion on this Act regarding the impact on small police and fire pension boards, policy adoptions, etc. R. Eldridge estimates it will be about two years before the Department of Insurance will be able to take action. R. Eldridge has talked to Busey Bank, who has reported no problems with compliance.

Smith-Barney Presentation: Presentation by P. Donnelly followed.

Motion by R. Eldridge to open a separate operational account for account transfers, motion seconded by S. Royal; motion carried.

There being no further items before the Board, a motion was made by S. Royal to adjourn; motion carried.

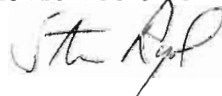
There being no business before the Board, the meeting was adjourned.

Respectfully submitted,



Karen Snyder
Recording Secretary

Reviewed this 28th day of December, 2006.



Steve Royal
Secretary