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**NOTICE OF MEETING
FINANCE COMMITTEE OF THE
BOARD OF TRUSTEES OF THE VILLAGE OF WILMETTE
Friday, June 8, 2018 at 8:45 A.M.
Committee Meeting Room of Wilmette Village Hall
1200 Wilmette Avenue, Wilmette, Illinois**

AGENDA

- I. Call to Order.**
- II. Approval of Minutes.**
Minutes of the Finance Committee meeting of June 1, 2018
- III. Discussion of Police and Fire Pension Funds**
- IV. New Business**
- V. Public Comment**
- VI. Adjournment**

Next Meeting Dates

- TBD- Additional discussion of public safety pension funds (if necessary)
- TBD- Review of 2017 Audit and 2017 Section 105 Actuarial Report
- TBD- Review of economic development efforts and revenue sources

IF YOU ARE A PERSON WITH A DISABILITY AND NEED SPECIAL ACCOMMODATIONS TO PARTICIPATE IN AND/OR ATTEND A VILLAGE OF WILMETTE PUBLIC MEETING, PLEASE NOTIFY THE VILLAGE MANAGER'S OFFICE AT (847) 853-7509 OR TDD (847) 853-7634 AS SOON AS POSSIBLE.



MEETING MINUTES

FINANCE COMMITTEE OF THE VILLAGE BOARD

FRIDAY, JUNE 1, 2018

8:45 A.M.

COMMITTEE MEETING ROOM OF WILMETTE VILLAGE HALL

Members Present: Trustee Dan Sullivan, Chair
Trustee Senta Plunkett
Trustee George Pearce

Staff Present: Melinda Molloy, Finance Director
Michael Braiman, Assistant Village Manager

I. CALL TO ORDER

Trustee Sullivan called the meeting to order at 8:45 a.m. Committee members Sullivan, Plunkett and Pearce were present.

II. APPROVAL OF MINUTES

Trustee Plunkett moved to approve the minutes of the May 22, 2018 Finance Committee Meeting. Trustee Pearce seconded the motion. No further discussion occurred on the motion. Voting yes: Trustees Sullivan, Plunkett and Pearce. Voting no: none. **The motion carried.**

III. DISCUSSION OF PUBLIC SAFETY PENSIONS

Jason Franken, actuary from Foster and Foster, gave a PowerPoint presentation regarding the police and fire pension funds. The presentation discussed amortization schedules. The Committee also discussed the impact of public safety pensions on the Village's bond rating.

The Village's pension plans are between 62% (Fire) - 67% (Police) funded. For Fiscal Year 2018, due to the way the Village levied separately for public safety pensions, the Village will be making more than its actuarial required contribution to each pension fund (approximately an additional \$60,000 for police and \$115,000 for fire).

In order to pay down the Village's unfunded liability, the current contributions to the pension plans need to increase (above the actuarially required minimums). The presentation discussed amortization methods and the implications of various methods, including moving to a 15 or 20-year open system versus the current closed system which has a target date of 100% funding by 2040. An open system would initially ramp up contributions but lead to a more steady contribution over time and a healthy funding level of approximately 80%.

The Finance Committee will continue discussions regarding public safety pensions on June 8th.

IV. NEW BUSINESS

Finance Director Molloy informed the Committee of changes to state shared revenues based on the State of Illinois budget. Changes include a 5% reduction in the LGDF (income tax) as compared to 10% last year, a change in the administrative fee for sales tax collection from 2% to 1.5%, and a further reduction in PPRT distributions.

V. PUBLIC COMMENT

None.

VI. ADJOURNMENT

At 9:45 A.m., Trustee Plunkett moved to adjourn the meeting. Trustee Pearce seconded the motion. No further discussion occurred on the motion. Voting yes: Trustees Sullivan, Plunkett and Pearce. Voting no: none. **The motion carried.**

Respectfully Submitted,

Michael Braiman
Assistant Village Manager



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Date: June 4, 2018
To: Village Board Finance Committee
From: Michael Braiman, Assistant Village Manager
Subject: Finance Committee Meeting- June 8th

At the June 8th Finance Committee meeting, the Committee will continue discussions of the police and fire pension funds. There are no new agenda materials for this meeting ([see agenda materials from June 1st meeting for all relevant information](#)). At the meeting, the Finance Director and the Village's actuary will present various pension funding models based on amortization schedules and actuarial assumptions.