

PENSION BOARD MINUTES FORM 07-19-88

Members present;

L. Benoit, L. Clever, P. Frey, W. Gaskill, J. Hall, D. Wengelin

1. The loan application submitted by Tim Grimsby was denied as it did not fall within the scope of the plan rules for loans.
2. A decision was made to have quarterly reports enclosed in manila envelopes, with the board having the responsibility for distribution of each report.
3. Doug Wengelin from Central Bank attended the meeting to disseminate the quarterly report for the first quarter of 1988. He answered several questions and agreed to attend department training days or other dates to answer questions that other plan participants might have.
4. In dealing with the recent distributions from the plan (King, Head, Kibler) Wengelin noted a concern with the plan wording in section 5.06. It appears that the intent of the paragraph in question is to have distributions computed from the individual's beginning balance, but without any consideration for distribution amounts already made or contributions made up to the last day of participation by a plan member. According to Wengelin, this creates the problem of always having a residual amount in the account so that the ex-participant never draws 100% of their money out. Instead, a minimal amount always remains that cannot be paid off. Wengelin suggested looking at the wording so that it directed distributions to be computed based upon beginning balance less distribution plus contributions. The issue will be looked at further in future meetings.
5. It was decided that our existing custodial agreement with Central Bank would be modified to give all proxy votes to Smoot, Miller, Cheney rather than them being the responsibility of Central Bank.

cc: Benoit
Clever
Frey
Hall
Hazelhurst
Larson

Dear Board Members:

Here are the draft minutes from the 7-19 meeting. Please have any comments, additions or corrections back to me by 7-28-88. If I don't hear from you by then, the minutes will be published as written.

Bill Gaskill