

NEW HIRE POLICE PENSION BOARD MEETING MINUTES

Date/time: 04-30-02 at 1:00 P.M.

Members present: Claudia Hazelhurst, Ron Lappi, Greg Morrison, Mike Nordine,
Dave Oswalt, Scott Stoneburner

Issues Discussed:

Jerry Hill – A request was made that the city pay the penalty assessed against Jerry Hill for the funds he withdrew on the old pension plan due to the miscommunication which led him to believe he would not have to pay a withdrawal penalty. The board discussed the fact there was much confusion in the past about how the old pension plan funds could be dispersed. The board agreed that Wells Fargo had erred in giving Jerry the wrong information due to how Wells Fargo classified the plan from which he withdrew his funds. It was decided that support would be given to Jerry Hill by the board to have Wells Fargo reimburse him for the amount of penalties he incurred. It was also decided in the future if such problems arise that the board not take a confrontational stance and act in behalf in support role to provide information and assistance to the plan participant involved. A motion was brought to the floor to draft a letter with Gary Bostwick to request that Wells Fargo reimburse Jerry Hill for the amount he incurred due to penalties. A suggestion was made that an informational brochure with guidelines could be drafted and provided to plan participants to take some of the confusion out of how funds are dispersed or withdrawn.

Active loans – Mike Nordine brought up the issue of plan participants with outstanding loans. The fact was brought up that one plan member had eighteen active loans. At this time there is nothing to stop a plan member from getting as many loans as they want. It was suggested that the board draft a policy that establishes a reasonable limit on the number of loans a plan participant can incur at one time which would subject the participant and the plan itself to less problems. After discussion on the amount of loans Ron Lappi suggested that members be allowed to ten loans total during active employment with one time outstanding and twenty five loans total during a lifetime. A motion was put on the floor for this and passed. It was also agreed by the board that members currently having more than this new limit be grand fathered in.

Claudia Hazelhurst stated that the International Fund had merged and that letters went out to those participants in that fund.

Meeting adjourned.