

**Inter-Canyon Fire Protection District  
Pension Board Meeting Agenda  
April 8, 2015**

- 1. Call to Order**
  - a. Determination of additions to agenda and sequence
  - b. Approval of Pension Board Minutes for the January 14, 2015 meeting.
  
- 2. New Business**
  - a.
  
- 3. Financial Condition of the Fund**
  - a. Review of quarterly fund report by the Treasurer
  
- 4. Old Business**
  - a.
  
- 5. Adjournment**

**INTER-CANYON FIRE PROTECTION DISTRICT  
PENSION BOARD MEETING  
P.O. Box 693 \* Conifer, CO 80433-0693 \* 303-697-4413  
April 8, 2015**

**1. Call To Order**

ICFPD Pension Board was called to order at 1900 hours at Fire Station No. 1

**Board Members Present:**

Joseph Marcus, President  
Karl Firor, Treasurer  
Ralph Dreher, Director  
Randy Rudloff, Secretary  
Leslie Caimi, Director  
Kerry Prielipp, Director  
Mark Bigler

**Board Members Absent**

**Guests:**

Lorraine Piche

**1. Approval of Minutes**

There was a motion to approve the January 11, 2015 minutes by Karl Firor with a second by Randy Rudloff. The motion passed unanimously.

**2. New Business**

**3. Review of Pension Fund:**

- a. Karl Firor advised he and Randy Rudloff met with FPPA recently and confirmed the District is in compliance as of December 31, 2014 and is now waiting for the new actuarial report. Karl further advised the District's audit report will include a new footnote that adds pension liability to the financial statements. Karl does not yet know what the auditor's interpretation of pension liability will be. Ralph Dreher asked if this is in reference to unfunded liability. Karl confirmed yes, to date it has not been included on the balance sheet; however, due to new accounting standards, it will be included moving forward. Ralph asked if the unfunded liability disappears over a number of Years. Karl responded over 20 years as the District continues to pay, the liability will eventually be paid up. The District will pay \$75k per year along with state matching funds over the next 20 years. Ralph inquired as to what is the new 20 year liability based on current factors. Karl responded the answer will be in the actuarial study expected this fall. The 2014 audit results are expected in the next 30 days. As far as the financial reports, they will show the District having negative capital, meaning assets are less than what is owed.

Joseph Marcus asked Karl to give a brief explanation of how the pension became underfunded. Karl explained 8 to 10 years ago the pension was fully funded. Since then more people have retired and more benefits are being paid. When the market crashed the District lost 1/3 of the value in the investments. Joseph asked if it is traceable to the former chief. Karl responded no, it is about increases in inflation, 20 years plus for additional years served with continued flat funding and loss of value all contribute to the shortfall. Mark Bigler noted the District did not pay the full amount. Karl explained the District is meeting the current obligation as well as making up debt for the prior 20 years in order to achieve a fully funded plan at a 7% rate of return. Chief Simpson asked if there are options to increase the contribution. Karl responded yes. The District can use up to 1% of the mill levy and at that point can use other funds, it is similar to making an additional principle payment on a mortgage and as far as FPPA is concerned that is like making an additional payment. Chief Simpson asked if the Pension Board and Treasurer could sit down to discuss this. Karl indicated they already have and are waiting for the actuarial study. Joseph asked for an estimated schedule on these items. Karl confirmed FPPA now has and has had all of the data necessary since February. Randy Rudloff explained there are 700 or so clients and plans to be studied by FPPA, the study will come out over time in order of completion.

#### 4. Old Business

#### 5. Adjournment

There being no further business before the Board, the meeting was adjourned at 19:14 hours.

Meeting Minutes by Kelley D. Cross, District Administrator

Submitted by:



Randy Rudloff

Secretary

Approved by:



Joseph Marcus

President