

**EDGEWOOD BOROUGH
POLICE AND NONUNIFORM PENSION PLANS
BASIS FOR AWARD OF PROFESSIONAL SERVICES CONTRACT**

The Edgewood Borough Council Pension Committee reviewed five proposals received for pension investment management services. In compliance with Act 44, proposal submissions were as follows:

1. Qualifications, Experience and Expertise

Evaluation: All applicants demonstrated the professional qualifications, experience and expertise in the field of providing pension investment management for municipal pension plans, and all applicants demonstrated experience with Pennsylvania municipal pension plans.

2. Compensation

Administrative Fees:

Univest:	1% on first \$1 million, 0.75% on next \$1 million
PNC:	0.50%
Oakmont Capital:	0.35%
Voya:	0.60% on first \$1 million, 0.50% on next \$1 million
Morgan Stanley:	0.65%

Evaluation: Administrative fees range from 0.35% to 1% of net plan assets annually. Oakmont Capital represents the lowest administrative fees. Univest represented the highest administrative fees.

Custodial Fees:

Univest:	No custodial fees if using TD Ameritrade
PNC:	No charge for custodial services
Oakmont Capital:	No custodial fees if using TD Ameritrade of Charles Schwab
Voya:	\$1,000 per account one time set up fee, \$2,000 annual service fee
Morgan Stanley:	No charge for custodial services

Evaluation: PNC and Morgan Stanley provide custodial services in their proposals. All other applicants rely on third parties for custodial services.

Other Fees:

Univest:	0.09%-0.34% for mutual fund fees
PNC:	\$500 per account maintenance charge. \$25 lump sum payment fee, \$2 periodic payment fee per payment, \$1 plus postage per 1099-R, \$100 per state withholding fee, \$25 per stock distribution
Oakmont Capital:	0.1%-0.45% mutual fund
Voya:	None submitted

Morgan Stanley: None submitted

3. Act 44

All proposals included complete Act 44 Disclosures.

Recommendation

It is the recommendation of the Edgewood Borough pension committee that Oakmont Capital be contracted to perform pension investment management services for the Edgewood Borough Police and Nonuniform Pension Plans. Oakmont Capital submitted a complete proposal, has experience with Pennsylvania municipal pension plans, and has the lowest costs associated with the services.