

BOARD OF TRUSTEES

WEST CHICAGO POLICE PENSION FUND

P.O. BOX 165, WEST CHICAGO, ILLINOIS 60186 – 0165

Board of Trustees, Quarterly Meeting
Tuesday, November 19, 2019 at 9:00 A.M.
West Chicago City Hall-Room A

1. Call To Order
 - a. Board President John Zurick called the meeting to order at 9:01 A.M.
2. Roll Call
 - a. A quorum was established with Trustee Zurick, Trustee Murphy, Trustee Guttman, Trustee Cargola, and Trustee Malkin all present. Also present was Board Financial Advisor Dave Harrington, Board Treasurer Linda Martin, Derek Flessner from Lauterbach and Amen, and Board Attorney Keith Karlson.
3. Approval of October 17, 2019 Board Meeting Minutes
 - a. Trustee Murphy made a motion to approve to the October 17, 2019 Board Meeting Minutes. The motion was seconded by Trustee Cargola. The motion was approved 5-0.
4. Public Comment- None
5. Treasurer's Report
 - a. Board Treasurer, Linda Martin, informed the Board that the City made it's third quarterly payment on 9-26-19, in the amount of \$487,500, to the pension fund.
6. Investment Manager's Report
 - a. Review of and Possible Update to Investment Policy and Asset Allocation
 1. Dave Harrington handed out the Quarterly Investment Performance Report for the third quarter of 2019. He stated that we started the third quarter with a \$31,500,776 Cash Flow. We had an Investment Return of \$354,862 for the thirds quarter. The Ending Market Value was \$31,531,505. That made the year-to-date Investment Return \$3,694,538. The year-to-date equity return is at 18.2%, fixed income return 7.73% and total account return since inception 6/30/16 8.15%. He then gave a few short equity overview takeaways, noting that the U.S. large cap equities have generated the best performance over the last twelve months. He also noted that the absolute level of U.S. interest rates continues to be affected by global monetary policy decisions. In conclusion the pension fund has a total of \$33,162,866 in assets as of 9/30/19. A motion was made by Trustee Cargola to accept the Investment Manager's Report. The motion was seconded by Trustee Guttman. The motion was approved 5-0.
 - b. Potential Sale or Purchase of Annuities

1. The next two annuities that will be up for renewal/sale are in May 2020 and November 2020.

7. Accountant's Report

- a. Derek Flessner from Lauterbach and Amen handed out the Monthly Financial Report ending in September 30, 2019. He reviewed the Financial Report informing the Board of the total Assets and Liabilities as of September 2019 bringing a net position held in trust for the pension benefits to \$33,148,929.77. He then reviewed the Additions and Deductions over the past 9 months in 2019. There was a change in position of \$3,563,910.76 occurring over the past 9 months. A motion was made to approve of the Accountant's Report along with the approval of Bills in vendor check to be paid for by Trustee Zurick. The motion was seconded by Trustee Guttman. Roll call vote was taken and approved 5-0.

8. Attorney's Report

- a. Board Attorney Keith Karlson handed out and went over the Karlson Garza LLC Quarterly Letter for First Responders. Recently the consolidation of assets and investment authority of pension funds governed by Article 3 and 4 of the Illinois Pension Code has been passed. There are many questions regarding how this will play out and more information will be given as a transition Board gets put into place. As new information comes in Keith will continue to inform the Board. This is not something that will be happening over night but will most likely take place over a 2-4 year period.

9. Approval of Disbursements

- a. Approval of Bills to be Paid in November 2019
 1. Approval of Disbursements was made in the Accountant's Report.

10. Applications for Membership- None

11. Applications for Benefits

- a. Approval of Julio Calabrese benefit calculation
 1. A motion was made by Trustee Zurick to approve of Julio Calabrese's pension benefit calculation of \$6,672.25 per month applicable to the COLA increases provided by Lauterbach and Amen and approved of by the Board Treasurer. The motion was seconded by Trustee Malkin. Roll call was taken and approved 5-0.

12. Applications for Refund- None

13. Old Business- None

14. New Business

- a. Establish 2020 Board Meeting Dates
 1. This will be established at the December 2019 Bill paying meeting.
- b. Annual Independent Medical Examinations

1. A motion was made by Trustee Cargola to have Karlson Garza send Chris Woodill his AIME. The motion was seconded by Trustee Guttman. The motion was approved 5-0.

c. Review and Discussion of Re-employment Pensioners- None

15. Executive/Closed Session- None

16. Adjournment

- a. Trustee Zurick made a motion to adjourn the meeting at 9:38 a.m. The motion was seconded by Trustee Guttman. The motion was approved 5-0.