

Minutes of the **Hanover Park, Illinois Police Pension Board** Meeting held on Tuesday, January 20, 2009 in Room 131 of Hanover Park Village Hall.

CALL TO ORDER

Trustee Jim Binniger called the meeting to order at 4:08 p.m.

ROLL CALL

Present were President Tim Podlin, Trustee Jim Binniger, Secretary George Sullivan, Treasurer Joan Rock, Fund Attorney Bob Zelek, and Craig Larsen from Apple Hill Consulting.

FINANCIAL PRESENTATIONS

Craig Larsen from Apple Hill Consulting advised the total pension fund is currently valued at \$15,186,309. Craig advised that the performance for the overall fund for the last twelve months is down 11.22%. A return like this has not been seen in the last sixty years. Craig advised the Bond market has been showing a strong return showing performances he hasn't seen since 1995. The continued market volatility has not been like this since the depression years of the 1930's.

Craig advised that Allegiant shows a return for the year of 7.11% with them trailing the benchmark by .77%. Sawyer Falduto shows a return for the year of 5.96% with them trailing the benchmark by 1.92%. Craig further advised these numbers are lower but an evaluation period of 24-36 months is needed for a complete review of the managers' performance.

Craig provided the following percentages to reflect the negativity of all the Van Guard stocks:

<u>FUND</u>	<u>YEAR ENDING</u>	<u>PERCENTAGE</u>
Van Guard Index 500	2008	-36.97%
Van Guard MidCap	2008	-41.78%
Van Guard SmallCap	2008	-36.00%
Van Guard International	2008	-44.10%

Craig discussed rebalancing to 40% from the current portfolio balance of 38%. The board decided to stay at the current percent but will discuss rebalancing at upcoming meetings.

Craig also presented a Fidelity application agreement to Treasurer Rock and Secretary Sullivan, a copy of which will be kept in the Pension Board filing cabinet.

Treasurer Rock made a motion to reallocate 1.5% of the portfolio from Cash to Equity Investment. The motion was seconded by Secretary Sullivan and carried unanimously.



Submitted by: George Sullivan, Secretary

APPROVAL OF MINUTES

President Podlin made a motion to approve the minutes of the October 21, 2008 which was seconded by Trustee Binniger and carried unanimously.

APPROVAL OF PAYMENTS

A copy of the Fourth Quarter 2008 accounts payable listing was disseminated. Treasurer Joan Rock made a motion to approve payments in the amount of \$341,045.18 as listed, which was seconded by Secretary Sullivan and carried unanimously.

APPROVAL OF BILLS

None

APPROVAL OF INVESTMENT TRANSACTIONS

Copies of the Fourth Quarter 2008 Sawyer Falduto performance and transactions statements were disseminated. Treasurer Joan Rock made a motion to approve the transactions, which was seconded by Secretary Sullivan and carried unanimously.

Copies of the Fourth Quarter 2008 Allegiant performance and transactions statements were disseminated. President Podlin made a motion to approve the transactions, which was seconded by Trustee Binniger and carried unanimously.

Copies of the Fourth Quarter 2008 Van Guard performance and transactions statements were disseminated. President Podlin made a motion to approve the transactions, which was seconded by Trustee Mark Walther and carried unanimously.

OLD BUSINESS

Attorney Zelek updated us on the status of Officer Brenda Ingebrigtsen's disability pension. He's been having ongoing conversations with the village's attorneys regarding workmen's comp cases. The investigation continues on both parties behalf with information being exchanged between doctors.

NEW BUSINESS

Trustee Binniger made motion to give Treasurer Joan Rock the authority to make a payment to Coalition for Qualified Plan Status in the amount of \$400. This motion was seconded by Secretary Sullivan and carried unanimously.

Trustee Binniger made a motion to approve a 3% increase for Betty Driscoll pending the Illinois Supreme Court's decision. The motion was seconded by President Podlin and carried 3 votes for and 2 against.



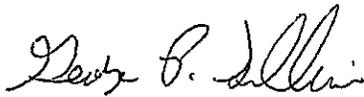
Submitted by: George Sullivan, Secretary

President Podlin made a motion to approve a 3% increase for all those retirees entitled. The motion was seconded by Secretary Sullivan and carried unanimously.

President Podlin made a motion to increase Dean Norman's pension from \$65,348.40 to \$74,007.12 effective 3/1/09. The motion was seconded by Secretary Sullivan and carried unanimously.

ADJOURNMENT

Trustee Binniger made a motion to adjourn at 5:38 p.m., which was seconded by Treasurer Rock and carried unanimously.

A handwritten signature in cursive script, appearing to read "George B. Sullivan".

Submitted by: George Sullivan, Secretary