

MINUTES OF THE MEETING OF THE BOARD OF TRUSTEES OF THE HANOVER PARK FIREFIGHTER'S PENSION FUND

OCTOBER 26TH, 2011

1. CALL TO ORDER – The meeting was called to order by Chairman Rosenthal at 9:05 am.
2. ROLL CALL – Members present : Chairman Paul Rosenthal, Trustee Lee Kelleher, Trustee Rich Parker, and Treasurer Rebekah Young

Also present: Craig Larsen of AHC Consultants, John Barry and Steve Eitel of PNC, and Attorney Cary Collins.

3. FINANCIAL PRESENTATIONS

PNC Quarterly Review –

- Financial growth still looking as a moderate growth for the next one to 2 years.
- Fixed income is volatile for bonds
- All investments still in align with the investment policy (page 2)
- John Barry mentioned he believes interest rates will rise soon which is why most of our portfolio is currently in short term investments.
- Portfolio is at 3.1 years average while the benchmark is 3.7 years (page 7)

AHC quarterly review and economic outlook – by Craig Larsen

- The market rallied in October and helped to pull up the slower beginning of the quarter (page 15)
- Investments were down – 7.79% but the benchmark was at – 8.42%. Craig mentioned our investments were down, but still above the benchmark and we were starting to recover with the rally in October (page 16). The recovery was the highest for the month in almost 20 years.
- Economic outlook: consumer spending still really slow because people are paying off debt and saving instead of spending; job market still down since 2008 (page 4); unemployment prolonged high lever (page 5-6) which is due to uncertainty in businesses and longer time allowed for unemployment (page 20-25); personal income is slightly higher than before the recession.

*Paul Rosenthal
with amendments
Jan 25 / 2012*

- Global outlook is overall strong with the Chinese market @ around 9.1% currently, but there is still so much uncertainty due to the bonds and investments in Greece.

4. APPROVAL OF MINUTES – July 28th, 2011

Treasurer Rebekah Young moved the motion, Chairman Paul Rosenthal Seconded
Trustee Parker and Trustee Kelleher abstained. Motion passed

5. APPROVAL OF ACCOUNTS PAYABLE & MONTHLY PENSION PAYMENTS

- Third quarter Accounts payable and Pension payments total \$134,109.31.
- Chairman Paul Rosenthal moved the motion, Trustee Parker Seconded.
Motion passed

6. APPROVAL OF INVESTMENT TRANSACTIONS

- Third question 2011
- Chairman Paul Rosenthal moved the motion, Trustee Kelleher Seconded.
Motion passed.

7. ATTORNEY'S REPORT

- a. Diana Hill – Attorney Cary Collins and Chairman Paul Rosenthal mentioned the Pension Board was waiting on medical forms before the Board can proceed with a second opinion from Board approved doctors. Nothing can move forward until that happens.

8. TRAINING

- a. 24th Annual NAPO Pension Seminar in Las Vegas.
 - All board members in agreement that the seminar would be great, but the cost was too much, especially during the economic recession. No one from the pension board will be attending the conference in Las Vegas.

9. OLD BUSINESS

- a. Pre-taxed pensions – Treasurer Rebekah Young stated that she has found some files and spreadsheets within the Village that has the breakdown of employees who paid in pre-tax pension contributions and after-tax pension contributions. She just needs to go through everything and get all files updated. The updated sheets will be completed by the next meeting.

- b. Jacob Webber's Pension Application – Chairman Paul Rosenthal stated the Pension Board still has not received the application yet from Mr. Webber, but he will be a tier 2 pensioner.
- c. Jesus Hernandez's Application – Chairman Paul Rosenthal stated the Pension Board has also not yet received the application form from Mr. Hernandez but that he would be stopping by the firehouse later in the week to have Mr. Hernandez fill it out.

10. NEW BUSINESS

- a. Accept retirement applications from: Jeannine Ames & Richard Hish.
 - Treasurer Rebekah Young requested we adapt our current policy to have all application for retirement forms sent to the Treasurer to calculate the pension and verify all information is correct prior to approving the application. Trustee Parker motioned, Chairman Rosenthal seconded the motion. All Yes. Motion passed.
- b. New Firefighters Derek Reihart, Nick Ballestra, & William Cooper
- c. Do we need to keep the records separate for new applications?
 - Cary Collins mentioned we should keep all tier 1 and tier 2 participants separate from each other since they are very different. Cary will also be sending the rules and regulations for tier 1 and tier 2 before the next meeting.
- d. Next year's schedule – the following are the dates of 2012 Firefighter Pension Board Meetings
 1. January 25th, 2012
 2. April 27th, 2012 *April 26, 2010*
 3. July 26th, 2012
 4. ~~October 29th, 2012~~
Friday Oct 26, 2012
 - Trustee Lee motioned to approve the dates for 2012, Trustee Kelleher Seconded. All yes, motion passed.

11. ADJOURNMENT – Chairman Rosenthal Motioned to Adjourn the meeting Trustee Parker seconded the motion. All yes. Meeting adjourned at 11:00 am.