

Minutes

Hanover Park Police Pension Board

July 20, 2010

CALL TO ORDER

President George Sullivan called the meeting to order at 4:00pm. Meeting held in Room 214 of the Hanover Park Village Hall.

ROLL CALL

Present were President George Sullivan, Secretary Tom Langhenry, Trustee Ray Seidel, Trustee Mark Walther, Trustee Linear, Fund Attorney Bob Zelek, Craig Larsen from Apple Hill Consulting.

Financial Presentations

Craig Larsen from AHC Advisors distributed the Review and Analysis and reported on 2nd quarter Investment Performance of the fund. He also provided the board with current economic conditions that may be influencing the funds performance. Mr Larsen discussed the equity market returns and bond investment outlook. The 2nd quarter stock market retreated and the treasury yield curve shifted significantly lower. The market value of the fund's investments gained 1.14% YTD while the SP500 decline 6.66%. PCN fixed Income 3 month rate of return was 3.55% and beat the benchmark of 3.25%. Sawyer/Falduto fixed Income 3 month rate of return was 3% and the benchmark return was 3.25%.

Mr Larsen distributed a draft investment policy for the board's review. The board did not offer any discussion on the policy. Discussion of the policy tabled for another meeting.

APPROVAL OF MINUTES

Trustee Seidel made a motion to approve the minutes from the April 20, 2010 meeting. The motion was seconded by Trustee Walther and carried unanimously.

APPROVAL OF PAYMENTS

President Sullivan made a motion to approve the accounts payable for 2nd quarter which totaled \$344,212.36. Trustee Seidel seconded the motion which was then carried unanimously.

APPROVAL OF INVESTMENT TRANSACTIONS

Copies of the second quarter performance and transactions statements 2010 were disseminated for Sawyer/Falduto, PNC Capital Advisors, and Fidelity Investment.

Trustee Seidel made a motion to approve the transactions which was seconded by President Sullivan and carried unanimously.

OLD BUSINESS

Board attorney Zelek updated us on the status of Brenda Ingebrigtsen's disability pension. A decision letter from the board was mailed certified on 7/20/10. She has 35 days to answer the letter through her attorney before it becomes final.

A draft letter to Betty Driscoll regarding the board's decision on future cost of living increases to her pension was read by attorney Zelek. The letter was approved by the board and would be mailed by Mr Zelek.

NEW BUSINESS

Trustee Linear passed out to the board members a copy of the last Actuarial Valuation Report ending April 30, 2010. The pension plan is funded at 51.2%. A vote on the Village tax levy for the fund would occur at another meeting.

President Sullivan advised the board the Department of Insurance denied the board's objection to the recent compliance exam. The report has now been filed as an official record with the Department of Insurance. The exam will be added to the minutes for April 20, 2010.

President Sullivan made a motion to approve a 3% benefits increase for all regular members of the pension starting Jan 1, 2011 with the exception of Betty Driscoll. Secretary Langhenry seconded the motion and was carried unanimously.

President Sullivan presented the board with an appointment letter for Trustee Linear. His term is through April 30, 2012.

President Sullivan presented to the board an updated pension amount for Tim Podlin. Upon the settlement of a union contract between the Village and MAP Sgt Podlin's final salary was increased to \$90,188.80. His monthly benefit amount will be \$3,757.87.

President Sullivan presented to the board a letter he received from the Park Ridge Police Pension fund benefits administrator. Former police officer Robert Evans is considering transferring creditable service from Hanover Park. The letter is requesting information regarding his employment. The letter will be sent to Human Resources for completion.

President Sullivan made a motion to elect new Officers for the Pension board. Trustee Langhenry offered to continue for another term as the secretary. Trustee Walther made a motion to appoint Trustee Langhenry as the secretary which was seconded by Trustee Seidel and carried unanimously.

Trustee Walther made a motion to appoint Trustee Sullivan as the President which was seconded by Trustee Seidel and carried unanimously.

ADJOURNMENT

Trustee Walther made a motion to adjourn the meeting at 5:40 pm which was seconded by Trustee Seidel and carried unanimously.

Submitted by Secretary Langhenry

Village of Hanover Park

Municipal Building
2121 West Lake Street
Hanover Park, Illinois
60133-4398

630-372-4200
Fax 630-372-4215

Rodney S. Craig
Village President

Eira L. Corral
Village Clerk

Ronald A. Moser
Village Manager

April 9, 2010



Mr. Lafayette Linear, Director of Finance
Village of Hanover Park
2121 W. Lake Street
Hanover Park, IL 60133

Dear Lafayette:

I'm pleased to inform you that you have been appointed as a member of both the Police and Fire Pension Boards. Your appointment will be effective through April 30, 2012.

Please accept my deepest gratitude for your willingness to give of yourself to make our community an even better "home town"! My best wishes to a successful term.

Sincerely,



Rodney S. Craig
Village President

RSC:smk

VILLAGE OF HANOVER PARK
POLICE PENSION FUND
ACCOUNTS PAYABLE LISTING
April 1 - June 30, 2010

CHECK #	DATE	PAYEE	PURPOSE	AMOUNT
	1/26/2010	Robert Zelek	4/10 - 6/10 Retainer	\$ 500.00
	5/26/2010	IL State Treasurer	Annual Compliance Fee	3,038.38
	4/26/2010	AHC Advisors, Inc.	Quarterly Investment Consulting Fees	4,741.58
	5/14/2001	Charles Schwab	Quarterly Investment Management Fees	3,383.00
	4/30/2010	National City/Allegiant	Quarterly Investment Management Fees	2,818.80
	6/23/2010	IPPFA	Training Lafayette Linear	375.00
W.T.	4/30/2010	Fifth Third Bank	April Pensions	109,648.37
W.T.	5/28/2010	Fifth Third Bank	May Pensions	112,587.75
W.T.	6/30/2010	Fifth Third Bank	June Pensions	110,028.04
TOTAL:				\$ 347,120.92