

Village of Hanover Park

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

Rodney S. Craig
Village President

Eira L. Corral
Village Clerk

630-372-4200
Fax 630-372-4215

Juliana Maller
Village Manager



VILLAGE OF HANOVER PARK
POLICE PENSION COMMITTEE
REGULAR MEETING

Municipal Building: 2121 W. Lake Street
Hanover Park, IL 60133

Tuesday January 12, 2016
4:00p.m.

MINUTES

1. CALL TO ORDER - ROLL CALL

Chairman Sullivan called meeting to order at 4:00pm.

PRESENT: Committee President Sullivan, Trustee Langhenry, Trustee
Members: Walther, Trustee Seidel, Trustee Navarrette

ABSENT: Committee None
Members:

ALSO PRESENT: Bob Zelek-Fund Attorney, Derek Flessner-Lauterbach &
Amen LLP, Craig Larsen-ACH Advisors.

2. ACCEPTANCE OF AGENDA

Motion by Trustee Navarrette to accept agenda

Second by Trustee Walther.

Voice Vote:

All Ayes. Motion Carried.

3. PRESENTATIONS/REPORTS

3-a None

3-b Craig Larsen-AHC Advisors, Inc, reported on the quarterly investment performance ending December 2015. He distributed the Review and Analysis and provided the board with current economic conditions that may be influencing the fund's performance. Mr. Larson discussed the equity market returns and bond investment outlook. Hanover Park Police Pension Fund's overall performance for the quarter came in at a positive value of 1.47% gain. The benchmark was a 1.88% gain. Both PNC and Sawyer Falduto lost ground for the quarter and reported a loss at -0.73% and -0.71% respectively. The benchmark for fixed assets was a -0.84% loss.

Craig Larsen also discussed with the board the investment policy and current asset allocation and proposed asset allocation for the fund's investment. The investment policy is reviewed by the board on an annually basis.

3-c Flessner from Lauterbach & Amen gave a presentation on the financial statement of the fund for the period ending December 2015. He discussed the Statement of Net Position, Cash Analysis report, Revenue report, and Expense report.

Derek also discussed and presented the board a new annual report to be completed by Lauterbach & Amen for the Hanover Park Pension Fund Trustees titled "Participant Board Report". The data for the report will be taken from the Department of Insurance filing provided by the pension fund.

4. APPROVAL OF MINUTES:

Motion by Trustee Walther to approve minutes for October 13, 2015.

Motion seconded by President Sullivan.

Voice Vote:

All Ayes. Motion Carried

5. ACTION ITEMS:

- 5-a. Motion by Trustee Walther to approve the quarterly accounts payable of \$64,586.62

Seconded by President Sullivan
Voice Vote:
All Ayes. Motion Carried

- 5-b. Motion by Trustee Walther to place into the record 32 hours of IPPFA certified trustee training program completed by Trustee Navarrete during November 2014 and 8 hours of continual IPPFA trustee pension training completed on November 6, 2015 by Trustee Navarrete, Trustee Walther and President Sullivan.

Seconded by President Sullivan.
Voice Vote:
All Ayes. Motion Carried

- 5-c. Motion by President Sullivan to accept the application into the Fund by new police hires, Ashley O'Herron, James Lund, John Wisniewski and Chris Aylesworth as tier two members with a starting salary of \$57,456.36 and a starting date of 12/28/15. New police hire Chris Aylesworth will have a different starting date of 01/05/2016.

Seconded by Trustee Walther.
Voice Vote:
All Ayes. Motion Carried

- 5-d. None

- 5-e. Motion by President Sullivan to approve the retirement application of Police Officer Mark Atkinson effective November 23, 2015 with an ending salary of \$85,355.81. Officer Atkinson's date of hire was November 18, 1985.

Seconded by Trustee Walther
Voice Vote:
All Ayes. Motion Carried

5-f. Motion by President Sullivan to approve a 6% interest rate for funds outstanding on the credit purchase of Military time by Officer Gonzalez and a time limit to pay the amount into the fund up to 5 years or sooner than retirement. The rate is set to match the rate for calculating portability amount.

Seconded by Trustee Walther.

Voice Vote:

All Ayes. Motion Carried

5-g. Motion by President Sullivan to approve the Annual Benefit Increases commencing on January 1, 2016 including changes through the November 2015 payroll.

Seconded by Trustee Seidel.

Voice Vote:

All Ayes. Motion Carried

5-h. Motion by President Sullivan to adopt the updated investment policy and asset allocation for the pension fund as explained by Craig Larsen from AHC Advisors.

Seconded by Trustee Navarrete.

Voice Vote:

All Ayes. Motion Carried

5-i. Motion by Trustee Walther to accept the new engagement letter for Lauterbach & Amen.

Seconded by Trustee Navarrete.

Voice Vote:

All Ayes. Motion Carried

6. TOWNHALL SESSION: None

7. OLD BUSINESS (NON-ACTION ITEMS): None

8. NEW BUSINESS (NON-ACTION ITEMS):

- 8-a. President Sullivan advised the board a settlement check in the amount of \$57.79 was received from Williams Securities litigation.
- 8-b. None
- 8-c. Discussion led by President Sullivan on recent paperwork filing for a duty related disability pension.
- 8-d. President Sullivan discussed with the board paperwork required for Officers who resign their position for Lauterbach & Amen to verify pension contribution records.
- 8-e. President Sullivan discussed with the board signature changes regarding recent board appointments.
- 8-f. President Sullivan advised the board the 2016 annual dues to IPPFA have been paid.
- 8-g. President Sullivan led a discussion with the board on a time frame Officers must advise the Village Human Resource department with an official letter of intent to retire to qualify for sick time buyback.

9. ADJOURNMENT:

Motion by President Sullivan to adjourn at 5:50 pm.

Second by Trustee Walther.

Voice Vote:

All Ayes. Motion Carried.

Recorded and transcribed by, Trustee Langhenry
Hanover Park Police Pension Secretary