



**VILLAGE OF HANOVER PARK**  
**POLICE PENSION COMMITTEE**  
**REGULAR MEETING**

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

Tuesday October 19, 2010  
4:00 p.m.

**MINUTES**

**1. CALL TO ORDER - ROLL CALL**

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

PRESENT: Committee  
Members: President Sullivan, Trustee Walther,  
Secretary Langhenry, Trustee Seidel,  
Trustee Linear

ABSENT: Committee  
Members: None

ALSO PRESENT: Fund Attorney Bob Zelek, Craig Larsen-Apple Hill  
Consulting, Thomas Sawyer-Sawyer Falduto Asset  
Management

**2. FINANCIAL PRESENTATIONS/ REPORTS:**

2-a. Thomas Sawyer-Sawyer Falduto Asset Management, reported on the quarterly investment performance ending Sept 30. Yields declined across the maturity spectrum during the quarter with the largest declines occurring in the 5-7 year range. The low inflation/slow growth environment will certainly dampened the risk of interest rates going higher. The Pension Fund cash flow performance gave a return of \$107,747. The total account return for the quarter was 2.03% which lagged the benchmark of 2.12%

- 2-b. Craig Larsen-Apple Hill Consulting, reported on the quarterly investment performance ending Sept 30. He distributed the Review and Analysis and provided the board with current economic conditions that may be influencing the funds performance. Mr Larson discussed the equity market returns and bond investment outlook. The 3<sup>rd</sup> quarter stock market saw a huge rally, with the S&P 500 gaining 11.29%. The Treasury yield curve continued to flatten from 2<sup>nd</sup> quarter.

**4. APPROVAL OF MINUTES:**

Motion by Trustee Seidel to approve minutes of July 20, 2010.  
Second by Trustee Walther.

Voice Vote:  
All Ayes.  
Motion Carried

**5. ACTION ITEMS:**

- 5-a. Motion by President Sullivan to approve Accounts Payable totaling \$344,212.36.  
Second by Trustee Linear.

Voice Vote:  
All Ayes.  
Motion Carried.

- 5-b. Motion by President Sullivan to approve Investment Transaction for third quarter.  
Second by Trustee Walther.

Voice Vote:  
All Ayes.  
Motion Carried.

- 5-c Motion by President Sullivan to end the annual survivor benefit increases to Betty Driscoll beginning on Jan 1, 2011 based on recent Illinois Supreme ruling in Roselle Police Pension v Village of Roselle.  
Second by Trustee Walther.

Voice Vote:  
All Ayes.  
Motion Carried.

- 5-d Motion by President Sullivan to appoint Trustee Walther to position of Vice President with a term ending 5/12  
Second by Secretary Langhenry.

Voice Vote:  
All Ayes.  
Motion Carried.

- 5-e Motion by President Sullivan to appoint Trustee Seidel to position of Assistant Secretary with a term ending 5/12.  
Second by Trustee Walther.

Voice Vote:  
All Ayes.  
Motion Carried.

**6. OLD BUSINESS (NON-ACTION ITEMS):**

- 6- a. Fund Attorney Bob Zelek updated the board on the status of Brenda Ingebrigtsen's disability pension. Her attorney filed a complaint against the board to reverse the board's decision to deny her claim. Attorney Zelek filed an answer to the complaint on 9/3. A status hearing has been set for 2/7/11 before Judge Richard Billik. He also provided the board with a Decision and Order to be sent to Betty Driscoll detailing the board's further action on her cost of living increases. The order was signed by all board members.

**8. NEW BUSINESS (NON-ACTION ITEMS):**

- 8-a. The 2011 year Pension Board meeting dates were provided by President Sullivan. January 18, April 19, July 19, and Oct 18.
- 8-b. Trustee Linear informed the board an Actuarial study of the pension fund has been completed. He will present the board with the report in January 18, 2011 meeting. The Village of Hanover Park is making regular payment into the pension fund totaling 100% of the tax levy.
- 8-c. President Sullivan discussed with the board a request by former Police Officer Robert Evans to buy back three years of service in the fund. He would have to pay the fund a total of three contribution plus interest. The amount to be received by Mr Evans is \$20,877.02. The fund would then have to relinquish the amount back to Mr Evans plus the normal cost by the Village over his three year period.

8-d President Sullivan presented to the board and discussed the Hanover Park Police Pension Fund Annual filing with the Department of Insurance. President Sullivan, Secretary Langhenry and Treasurer Linear signed the review and made it available to be mailed.

8-e President Sullivan briefed the Board on his recent attendance at the IPPFA Conference in St Louis. Several Illinois State legislators were present at the conference and discussed proposed laws which would affect future pension benefits. Current members of the pension would not be affected by any changes. The next IPPFA will be in St Charles during March 2011.

**9. ADJOURNMENT:**

Motion by President Sullivan to adjourn at 6:00pm.  
Second by Secretary Langhenry.

Voice Vote:  
All Ayes.  
Motion Carried.