



VILLAGE OF HANOVER PARK
POLICE PENSION COMMITTEE
REGULAR MEETING

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

Tuesday October 16, 2012
4:00p.m.

Amended Minutes Approved at the meeting of 10/14/14.

MINUTES

1. CALL TO ORDER - ROLL CALL

Chairman Sullivan called meeting to order at 4:05pm.

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

ABSENT: Committee None
Members:

ALSO PRESENT: Bob Zelek-Fund Attorney, Craig Larsen-Apple Hill
Consulting, A.J. Weber-Lauterbach & Amen

2. ACCEPTANCE OF AGENDA

Motion by Trustee Seidel to accept agenda

Second by Trustee Walther.

Voice Vote:

All Ayes. Motion Carried.

3. PRESENTATIONS/REPORTS

3-a None Sawyer Falduto and PNC not present

3-b Craig Larsen-Apple Hill Consulting, reported on the quarterly investment

performance ending September 2012. 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. All major US equity classes logged positive performances in the 3rd quarter, with the broad market returning 6.34%. For the last 12 months equity returns fared significantly better than fixed assets. Hanover Park Police Pension Fund overall performance for the quarter came in at 3.54% growth. The benchmark was at 3.30%. Sawyer Falduto fixed income returns for the quarter was at .77% and the benchmark at .62%. PNC had a return of .72%.

Mr. Larson presented to the board a Market Value of Investments analysis. The board had previously adopted an allocation of 49% fixed assets, 50% equity, and 1% cash equivalents. Cash/Equivalents is currently is at 2.75%. He recommended to the board a re-allocation of \$600,000 from cash.

Mr. Larson distributed to the board an analysis and opinions statement for DFA Emerging Markets Core Equity. The Hanover Park Pension fund has a current holding in DFA Emerging Market 1. He recommended based on the data the fund should exchange the position to Markets Core Equity.

- 3-c A.J. Weber from Laturbach and Amen provided to the board the monthly financial report for the period ending September 30, 2012. He discussed the Statement of Plan Net Assets- Modified Cash basis along with the expenses/Vendor checks and pension payroll for the quarter.

4. APPROVAL OF MINUTES:

Motion by President Sullivan to approve minutes for July 17, 2012.

Motion seconded by Trustee Walther.

Voice Vote:

All Ayes. Motion Carried

5. ACTION ITEMS:

- 5-a. Motion Motion by President Sullivan to approve 3rd quarter accounts payable and pension benefits totaling \$393,327.30

Seconded by Treasurer Flakus.

Voice Vote:

All Ayes. Motion Carried

5-b. Motion Motion by President Sullivan to accept into the record Board Trustee training required under the Pension code for continual education. Trustee Langhenry attended the IPPFA Midwest conference October 2-5 and received 24 hours credit.

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

5-c. Motion Motion by President Sullivan to accept in the fund new member, Officer Tuntland under tier two. Officer Tuntland entry date will be September 9, 2012 with a starting salary of \$55,225.25.

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

5-d. Motion Motion by President Sullivan to re-allocate \$600,000 from cash and distribute \$200,000 to Sawyer/Falduto Fixed Income, \$200,000 to PNC Fixed Income and \$200,000 to equity investments. The re-allocation will be according to investment policy adopted by the board for a position of 1% in Cash/Equivalents.

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

5-e. Motion Motion by President Sullivan to Exchange Emerging Markets DFA to Emerging Markets Core DFA.

Seconded by Treasurer Flakus.
Voice Vote:
All Ayes. Motion Carried

5-f. Motion Motion by President Sullivan to enter into the record the following Pension board meetings dates for 2013 as follows.

Jan 15
April 16
July 16
Oct 15

Seconded by Treasurer Flakus.
Voice Vote:
All Ayes. Motion Carried

6. **TOWNHALL SESSION:** None

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

7- a. A general discussion on retired Officer Lane's monthly benefits calculation and conversion payment.

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

8-a. None

9. **ADJOURNMENT:**

Motion by President Sullivan to adjourn at 5:45pm.

Second by Trustee Seidel.

Voice Vote:

All Ayes. Motion Carried.

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