

**MINUTES OF THE MEETING OF THE  
BOARD OF TRUSTEES OF THE  
HANOVER PARK FIREFIGHTER'S PENSION FUND  
JANUARY 22, 2009**

**1. CALL TO ORDER**

The meeting was called to order by Trustee Binninger at 9:08 a.m.

**2. ROLL CALL**

Members present: Trustee Richard Parker, Trustee Joan Rock, and Trustee James Binninger

Members absent: Chairman Larry Pikora, and Trustee Paul Rosenthal

Also present: Craig Larsen of Apple Hill Consulting

Also absent: Pension Board Attorney Bernie Paul

**3. FINANCIAL PRESENTATIONS**

AHC Advisors, LLC

Craig Larsen reviewed the financial report for the fourth quarter of 2008. Discussed was the continued volatility in the market with the S&P daily percent change of more than 5% occurring almost 50% of the time from October through December. There was then a discussion of the similarities between the current economic conditions and those in the 1930's.

The current market value of investments (p. 10) was reviewed with a market value of \$7,863,133 at the end of 2008. The allocation within asset classes was reviewed with no changes recommended at this time. The YTD return was -11.58% beating the benchmark of -11.81%. The S&P was -37% for 2008.

The bonds (p.12) had an 8.87% rate of return. Equity investments were 36.97%, -41.78% and -36.00% for small, mid and large cap funds, respectively. The scope of the economic downturn is shown in that for the five years before 2008 the rate of return was 7.2%, but prior five years including 2008 the rate of return was 2.5%.

A general discussion was held regarding the issues of the banking system both overseas and in this country and other Federal programs that may have an impact on the economy.

The Board was advised that Allegiant has included in the pension assets corporate bonds as these are now guaranteed by the Federal government.

**4. APPROVAL OF MINUTES**

Moved by Trustee Parker and seconded by Trustee Binninger to approve the minutes of October 30<sup>th</sup>, 2008.

Upon voice vote: ALL AYES, NAYS NONE. **MOTION CARRIED**

**5. APPROVAL OF ACCOUNTS PAYABLE AND MONTHLY PENSION PAYMENTS**

Moved by Trustee Binninger and seconded by Trustee Parker to approve the fourth quarter of 2008 payments in the amount of \$117,375.03 and amounts shown on the payroll registers attached to the agenda.

Upon voice vote: ALL AYES, NAYS NONE. **MOTION CARRIED**

**6. APPROVAL OF INVESTMENT TRANSACTIONS**

Moved by Trustee Parker and seconded by Trustee Rock to approve the investment transactions for the fourth quarter of 2008 as attached to the agenda.

Upon voice vote: ALL AYES, NAYS NONE. **MOTION CARRIED**

**7. ATTORNEY'S REPORT**

No report.

**8. OLD BUSINESS**

None

**9. NEW BUSINESS**

A. Moved by Trustee Binninger and seconded by Trustee Parker to approve joining and approve payment of \$400.00 to the Coalition for Qualified Plan Status.

Upon voice vote: ALL AYES, NAYS NONE. **MOTION CARRIED**

B. Annual Increases

Motion made by Trustee Parker and seconded by Trustee Binninger to approve as of January 1<sup>st</sup>, 2009 the statutory 3% pension increases as shown in the memo from Trustee Rock.

Upon voice vote: ALL AYES, NAYS NONE. **MOTION CARRIED**

**C. ADJOURNMENT**

Moved by Trustee Parker and seconded by Trustee Binninger to adjourn.

Upon voice vote: ALL AYES, NAYS NONE. **MOTION CARRIED**

Meeting adjourned at 10:00 a.m.