

MINUTES OF ROCKTON POLICE PENSION BOARD

Regular Meeting

Wednesday – 1/23/2019

CALL TO ORDER:

President Bruce Lans called the Police Pension Board regular meeting to order at 4:00 P.M.

ROLL CALL:

Present were: Bruce Lans, Ron Montgomery, Russell Schaefer, Officer Johnson and Sgt. Camacho. A quorum was present. Dave Harrington of Sawyer Falduto Asset Management, Village Treasurer Jaye Quimby and Pension Board Attorney Steven Knight of Reimer Dobrovolsky were in attendance.

PUBLIC COMMENT TIME:

There were no public comments.

APPROVAL OF MINUTES:

A motion was made by Mr. Lans to approve the Police Pension Board special meeting minutes from 11/7/2018, seconded by Mr. Montgomery. Voice vote: unanimous ayes – motion carried.

A copy of minutes for the Rockton Police Pension Board special meeting for 11/7/2018 has been added to the meeting minutes file.

INVESTMENT ADVISOR REPORT:

Dave Harrington of Sawyer Falduto Asset Management provided the Investment Performance Report for the 4th quarter of 2018 in the following summation:

	Quarter 4	Year-to-Date
Cash Flow Summary		
Beginning Market Value	\$5,874,602	\$5,469,380
Ending Market Value	\$5,578,324	\$5,578,324
Investment Return	-\$322,679	-\$172,488

Performance	Actual	Benchmark	Actual	Benchmark
Equity	-14.66%	-14.77%	-8.06%	-6.58%
Fixed Income	2.60%	2.54%	1.63%	0.88%
Cash Equivalents	0.42%	0.56%	1.15%	1.87%
Total Account Return (net of fees)	-5.48%	-5.45%	-3.17%	-2.28%

Asset Allocation	Actual	Range
Equity	42.3%	35 – 45%
Fixed Income	55.9%	50 – 60%
Cash Equivalents	1.7%	0 – 10%

Mr. Harrington reviewed the suggestions in Investment Grade Corporate Bonds introduced at the last meeting. It was agreed that a copy of the updated investment policy and related reference materials would be forwarded for review before the next meeting. Item will be added to next agenda under Investment Advisor Report.

A motion was made by Mr. Lans, seconded by Officer Johnson to accept the investment advisor's report as presented by Sawyer Falduto Asset Management. Voice vote: unanimous ayes – motion carried.

The Quarterly Investment Performance Report (4th Quarter 2018) from Sawyer Falduto has been added to the meeting minutes file.

TREASURER'S REPORT:

Mrs. Quimby stated that financial reports for October, November and December had been emailed earlier to the Board. For November she reported balance sheet assets of \$5,737,666.33.

Balance Sheets: Reported assets as of 11/30/2018 is \$5,737,666.33.

A motion was made by Mr. Schaefer, seconded by Officer Johnson to accept the Treasurer's report as presented by Mrs. Quimby. Voice vote: unanimous ayes – motion carried.

The balance sheets were added to the meeting minutes file.

APPROVE BILLS FOR PAYMENT:

Mr. Lans reviewed the following totals for bills for payment:

- a) Attorney Reimer & Dobrovolny LLC – Quarterly \$780.99

Bills approved at prior meeting for payment were reviewed that included training reimbursement and payment to Lauterbach & Amen.

A motion was made by Mr. Montgomery, seconded by Mr. Lans to authorize payment of the bills as noted. Upon roll call, the vote was: AYES: 5—Mr. Lans, Mr. Scahefer, Officer Johnson, Mr. Montgomery, and Sgt. Camacho NAYS: 0 ABSTAIN: 0

The invoice was added to the minutes file.

TRUSTEE TRAINING:

Officer Johnson and Mr. Montgomery turned over certificates of completion for their past training for 11/ 2018.

Copies of training records and certificates added to file.

REQUEST FOR BENEFITS:

There were no requests for benefits.

OLD BUSINESS:

Annual DOI Statement – Mrs. Quimby confirmed the corrected DOI report from 5/31/18 had been re-filed and updated copies had been provided with an explanation of the changes.

Adoption of Tax Levy – Mrs. Quimby confirmed the Pension Fund Board tax levy recommended was approved by the Village Board. We will know the exact amount once the county does the final PTELL calculation in April.

DOI/MCR Attorney Correspondence – Sgt. Camacho reviewed the two cover letters that had been generated for the Actuarial Report and MCR filings.

IPPFA Benefit Planning Trust 115 Plan – Sgt. Camacho advised that the Village Board had approved the Trust 115 Plan/Deferred compensation 457 Plan and arrangements will be made to finalize the offerings to all employees. These were plans presented at IPPFA conferences that we had wanted to bring to employees at the police department and civilian staff of the village.

Copies of the cover letters, DOI report and IPPFA plan documents were added to the file.

NEW BUSINESS:

Charles Schwab Correspondence - Sgt. Camacho reviewed a notification letter from Charles Schwab regarding the required annual cost notification.

COLA Increase – Mr. Schaefer – Mr. Lans reviewed the pending 3% COLA increase for Mr. Schaefer. Mr. Montgomery motioned that we approve the 2019 statutory cost of living increase for all pensioners. Seconded by Mr. Johnson. Voice vote: unanimous ayes – motion carried.

Investment Advisor Correspondence – Mr. Lans reviewed investment services information received from Falconpath Advisors that had been emailed to Mrs. Quimby.

Copies of the correspondence, Falconpath information and COLA increase total were added to the file.

ATTORNEY REPORT:

Legal Update – Mr. Knight reviewed the 1/2019 newsletter from his firm with board members.

Board Elections – Mr. Knight reviewed upcoming elections and required planning for officer elections (4/19) and civilian appointments (5/19). Sgt. Camacho will generate an updated roster and coordinate with Mrs. Quimby for village board action.

EXECUTIVE SESSION:

An executive session was not needed.

NEXT QUARTERLY MEETING:

The next regular Police Pension Board meeting is scheduled for April 24th, 2019 at 4:00PM.

ADJOURNMENT:

There being no further business, it was moved by Mr. Lans and seconded by Officer Johnson to adjourn. Voice vote: unanimous ayes – motion carried. The meeting adjourned at 4:37 pm.

Respectfully submitted,

Sergeant Dean A. Camacho #1303
Secretary

Approved: TBA (4/2019) () Yes () No