

October 2017 Manteno Police Pension Board Meeting (10/18/2017)

Joe Grant called the meeting called to order at 4:13pm on October 18, 2017, at Manteno Village Hall

Roll Call

Bill Cushman – Present
Mike Berns – Present
Mike Boyd – Present
Joe Grant – Present
Aaron Tobeck – Absent

Joe Grant moved to accept the minutes of the July 2017 meeting of the Manteno Police Pension Board.
Mike Berns seconded.

Roll Call

Bill Cushman – Abstain
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Joe Grant welcomed guests – Sheila Martin (Treasurer), Anthony Brown (Rockwood Capital), and John Rebus. Joe Grant ask for public comment, and no public comment was offered.

Sheila Martin provided the treasurer’s report. Bills were read.

Aaron Tobeck – \$1,231.08 for conference reimbursement
Mike Berns – \$1,192.51 for conference reimbursement
Bill Cushman - \$1,274.48 for conference reimbursement
Reimer, Dobrovlny, & Karlson LLC - \$6,636.87 for legal services June-August
TCG Public Consulting Ltd. - \$4000.00 for actuarial evaluation
IPPPFA 2018 membership dues - \$795.00

The checking account was reviewed. The balance was \$471,750.39 on 9/30/2017. Sheila Martin provided a report of property tax distributions (see attachments), and indicated that the Pension Board has received three property tax distributions since the July 2017 meeting. This brings the total distributions to four for the calendar year.

Bill Cushman made a motion to move \$371,750.00 from the checking account into investments. Mike Berns seconded.

Roll Call

Bill Cushman – Yes
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Anthony Brown advised that the Board determine cash flow needs so that funds can be moved to the checking account on a quarterly basis.

Bill Cushman moved to approve the treasurer's report. Mike Berns seconded.

Roll Call

Bill Cushman – Yes

Mike Berns – Yes

Mike Boyd – Yes

Joe Grant – Yes

Aaron Tobeck – Absent

Anthony Brown from Rockwood Capital Advisors, LLC. reported on investments. Anthony Brown provided a portfolio summary for 3rd Quarter. Beginning market value was \$5,338,197 and the ending market value was \$5,509,450. 3rd Quarter total fund return was 3.1% which is a total dollar change of positive \$171,253. A question was asked about the annuities holdings. The recommendation from Rockwood Capital is to liquidate the annuities identified in Exhibit II of the 3rd quarter investment report because the investments are not appropriate for a police pension fund. Anthony Brown asked Joe Grant if he had received any response from letters sent to John Hancock (August 21st, 2017), Principal Life Insurance (August 10, 2017), and Raymond James (September 20th, 2017) instructing them to liquidate the John Hancock annuity (contract #FX06015505) and Principal Life Insurance Co. (contract #8861769). Joe has not heard response.

Joe Grant moved to send additional letters to the Principal Life Insurance Co., John Hancock, and Raymond James to authorize Rockwood Capital to liquidate these two accounts (FX06015505 and 8861769). Mike Berns seconded.

Roll Call

Bill Cushman – Yes

Mike Berns – Yes

Mike Boyd – Yes

Joe Grant – Yes

Aaron Tobeck – Absent

Joe Grant asked for any miscellaneous communication – none

Board officers report – None

Old Business – Joe Grant asked for discussion of the IPPFA conferences. General sense is that the conference was not as engaging as it has been in previous years. Next year's conference is scheduled from October 2nd – October 5th of 2018 in Lake Geneva, WI.

Attorney's Report – Brian Labardi joined the meeting from telephone. Joe Grant asked for Brian Labardi to comment on execution of the municipal compliance report. Brian Labardi indicated that this is a statutory requirement. The report was reviewed. Mike Berns moved to execute the municipal compliance report. Bill Cushman seconded.

Roll Call

Bill Cushman – Yes

Mike Berns – Yes

Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Brian Labardi suggested that the Board approve the Teopfer report and to recommend a levy to the Village for the amount of \$354,591.00. Mike Berns moved to approve the report and recommend the levy to the Village. Joe Grant seconded.

Roll Call
Bill Cushman – Yes
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Brian Labardi indicated that he would draft a letter with this recommendation to the Village and then file the report with the DoI.

A QILDRO has been received. Legal counsel is in the process of reviewing the amended QILDRO. Joe Grant moved to approve the amended QILDRO pending attorney's review. Mike Berns seconded.

Roll Call
Bill Cushman – Yes
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Brian Labardi suggested that the Board authorize RDK to retain INSPE for independent medical evaluations for disability application of Rebus. Brian Labardi provided detailed information about the process which will be used to make a decision. Mike Boyd moved to provide authorization to RDK to retain INSPE for independent medical evaluation for disability application of Rebus. Mike Berns seconded.

Roll Call
Bill Cushman – Yes
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Brian Labardi informed the Board of a new law which takes away IMRF option, requires municipalities to offer 401K style plans to police officers who meet specific qualifications, and includes a re-entry option. Further explication of this law is available to Board member in the recent RDK newsletter.

Bill Cushman moved to enter into executive session. Mike Boyd seconded.

Roll Call

Bill Cushman – Yes
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent

Executive Session began at 6:01

Executive session concluded at 6:24 pm.

Joe Grant asked the Board to consider meeting dates for 2018.

- January 17th, 2018 at 3pm
- April 18th, 2018 at 3pm
- July 18th, 2018 at 3pm
- October 17th, 2018 at 3pm

Mike Boyd made a motion to adjourn. Bill Cushman seconded.

Roll Call

Bill Cushman – Yes
Mike Berns – Yes
Mike Boyd – Yes
Joe Grant – Yes
Aaron Tobeck – Absent