

GLENVIEW POLICE PENSION MEETING

July 22, 2013

Next Meeting: Tuesday, November 5, 2013 @ 8:30am

In Attendance.

J. Foley

Ron Tomanek – Morgan Stanley

K. Christell

Art Tepfer – Actuary

G. Colis

Kelly Brainerd – L & A

Mike Untiedt

=====

ROLL CALL.

The meeting was called to order by Trustee Foley at 8:38am. Roll call was taken and all Trustees were present except for Rob Francois. Also attending the meeting was Art Tepfer – Actuary, Ron Tomanek from Morgan Stanley, and Kelly Brainerd from Lauterbach & Amen.

MINUTES.

Motion made to accept and approve the Minutes from the April 22, 2013 meeting with two amendments. Motion by J. Foley and seconded by K. Christell. The words “corporate” were added to describe the bond market in the fourth line under Tomanek and “other fixed assets” replaced “Bond Market’ in the fifth line. All were in favor.

TOMANEK.

Submitted the Quarterly Performance Review for month ending June 30, 2013. Although the markets are still volatile, bond rates went up. There is no sign of inflation in the near future. The markets took a big dip after mid-May and rates are going to level off and the market showed that corporate bonds are still better than government bonds. The asset liability study was very solid.

TEPFER.

Submitted the Actuarial Valuation Report for Fiscal Year ending December 31, 2013. The pension fund is one of the best managed funds he has ever seen. The pension fund is strong. The trustees are doing a good job managing the assets of the fund and the village has been a good partner in providing the appropriate level of contributions. The performance of the fund was measured by a gain/loss analysis. His agreed with the reduction of the rate of return projection to 7.0% historical returns indicate that is in the proper range. He noted 40% of members are eligible for retirement within five years. The Board members accepted the Actuarial Study presented by Art Tepfer and Secretary Foley stated he had sent an electronic copy to Deputy Village Manager Don Owen and would provide a paper copy to the Village Manager.

CHRISTELL.

Requested a performance and expense matrix report from L & A using data from other pension funds to compare with Glenview’s fund.

KELLY.

Submitted the L & A monthly Financial Report for month ending June 30, 2013. She provided information on an additional service proved by L & A. This is a report that can be generated and sent to all active members containing their individual retirement information. The cost to the fund would be \$1000.00. The Board will review it.

FOLEY.

The Board has decided to transfer \$500,000 into an account at GSB from the Morgan Stanley account to provide a cushion for payroll until contributions and revenue catch up. No motion is needed by the Board for this transaction to occur. This should end for the year the monthly transactions now taking place.

At the last meeting, the Board directed Trustee Foley to purchase board liability insurance. Three quotes were provided. The chosen policy is the best fund and the most comprehensive at a cost of \$17,500 annually. This will be addressed again in the 1st quarter of 2014. An RFP will be sent out by Trustee Francois for bids/quote comparisons for the Fund Advisor position. The information will be ready for the next scheduled pension meeting in November, 2013.

Provided the Board an update on the disability proceedings on Officer William Golden. The process has been completed. He was awarded a disability pension and will be back-paid to October 19, 2012. Contributions were made by the Village to his pension in 2013 and the Village is requesting a reimbursement of the contributions. The Board authorized the disbursement of \$1443.03 in excess pension contributions be returned to the Village.

Coalition for Qualified Plan Status (Article 3 Police Pension Funds and Article 4 Firefighter Pension Funds). In 2008 the IRS raised concerns about whether Illinois Article 3 & 4 pension funds were in compliance with federal tax law and encouraged Funds to obtain a Qualified Determination Letter. The letter allows Funds to receive certain tax benefits. In order for the letter to be kept updated and filed, the Coalition is asking each Fund to contribute \$300.00 for the 2014-2019 five year cycle. This will cover the filing fee and administrative costs. Motion made by G. Colis and seconded by K. Christell to contribute the \$300.00 since this is an on-going process. All were in favor.

Colis motioned to adjourn the meeting at 10:20 am. Motion seconded by K. Christell and all in favor.



Kevin Christell

Pension Board President