

GLENVIEW POLICE PENSION MEETING  
April 30, 2015

Next Meeting: July 22, 2015 @ 8:30am

In Attendance:

K. Christell - President  
J. Foley - Board Secretary  
G. Collis - Vice President  
M. Bostley - Village Finance Department  
R. Francois - Trustee  
M. Tomanek - Moran Stanley  
D. Flessner - Lauterbach & Amen  
A. Tepter - Actuary

**ROLL CALL:**

The meeting was called to order at 8:31am by Board Secretary J. Foley.

**MINUTES:**

Motion made by J. Foley and seconded by K. Christell to approve and accept the Minutes from the February 18, 2015 meeting with one adjustment. All were in favor.

**TOMANEK:**

Presented the Quarterly Performance Review ending March 31, 2015.

Combined cash is under 2-million and Mary will provide to the board a report of all asset allocations.

The quarter in review shows declining commodity prices and a rising dollar caused headwinds and increased market volatility. More than 20 global central banks have done some sort of easing. Equities, broadly benefited; the S&P was up nearly 1%, and internationally, the MSCI EAFE, up 5.0%. The US yield curve stopped flattening, with longer duration and credit outperforming. Commercial real estate rents grew at 4-6% annually. While the oil and gas industry weakened, consumers used their energy savings to shore up balance sheets.

Looking ahead, heightened market volatility will continue. Equities, particularly European, Small and Mid-Cap expected to outperform. The Federal Reserve now anticipated to raise rates this year, we think they will wait until late 2015, followed by a pause and further gradual rate hikes. Strong potential in Q4-2015 for "full" employment (5.1% unemployment) and for wage growth to improve.

Graystone during this quarter assisted with transfer of funds from Royce Sm Cap to Gabelli Sm Cap Growth, attended Graystone Annual Director meeting, met with MS Global Investment Committee, updated Secular (20-yr+) Return and Volatility Estimates, and developed GASB 68 reporting methodology and submission.  
Under Manager/Fund Issues, more active equity strategies began to outperform passive for the quarter and it is recommended the board invest available cash equivalents 45/55 into fixed income, Segall Bryant, and Franklin Mutual European.

**FOLEY:**

Probationary officers Laurance Drish and Bogdan Nenciu have been accepted into the police pension fund.

The pension fund has received credible service transfers of pension monies on officers L. Drish (Manhattan PD) and B. Nenciu (Winnetka PD) pension funds. Motion was made by J. Foley and seconded by K. Christell to accept their new hire dates of May 5, 2011 for L. Drish and 6/30/11 for B. Nenciu.

to the Manhattan Police Department requested reimbursement of monies in the amount of \$16,842.78 from Officer Drish's transfer of service. This issue will be turned over to Attorney Reimer.

Pension benefit has been paid out to Michael Masterton, son of Owen Masterton (deceased December 6, 2014).

The pension board has requested a legal document deferring acting on this decision pending instructions from Attorney Reimer (account information). Opinion from council is also needed if the death of Officer Masterton will be considered a line or not line of duty death. A motion was made by J. Foley and seconded by K. Christell to authorize payment for R. Reimer for the opinion. All were in favor.

Affidavits were sent out to retirees. All signed affidavits were received with the exception of 9. A second letter will be sent. If no notification is received after several attempts, pension payments will be stopped.

There is an updated agreement with PMA as the investment provider for the Village of Glenview Police Pension Fund.

The Board wishes to keep the current liability insurance with CHUBB insurance company so the policy will be continued. J. Foley has been authorized to approve up to \$18,000 to enter into another agreement for 1-year. Motion made to continue to liability insurance by M. Untiedt and seconded by G. Collis. All in favor.

Officer Ed Castellano and John Watson have retired. Motion made by J. Foley and seconded by K. Christell for payment of retirement benefits.

Retired Officer John Shay has passed away. Motion made by J. Foley and seconded by K. Christell for survivor benefits in the amount of \$43,399.20 to his spouse. All in favor.

Probationary new hire Carmela Christensen hired on March 26, 2015. Motion made by J. Foley and seconded by G. Collis to accept Officer Christensen into the police pension fund. All in favor.

**D. FLESSNER:**

Presented the Glenview Police Pension Fund Monthly Financial Report for the month ending March 31, 2015 and the Statement of Net Position – Modified Cash Basis.

**M. BOSLEY:**  
Presented the police pension fund cash flow analysis showing a balance of \$1,103,144.43 as of 4/30/15.

**A. TEPFER:**

Presented the following:

- GASB Statement No. 68 Employer Reporting Accounting Schedule December 31, 2014
- Actuarial Valuation as of January 1, 2015 for the fiscal year ending December 31, 2015
- Invoice (\$4500.00) for services rendered in preparation of the GASB Statement and Actuarial valuation

Explained the mortality table and how it was created. The most recent RP2000 is the most current mortality table. The table consists of a major multi-analysis. With enhancements, this is the table used by Art since 2003.

The RP2014 table is a brand new mortality published but excludes public sector employees. Another table will be published in the future on public sector employees. IMRF is now using the RP2014 table with adjustments.

There has been a slip in the pension funded percentage to 72.9%. This slip is due to the mortality table change. The bottom line is, more money is requested from the Village due to a more appropriate modern table and GASB (90% to 100%). He is recommending the shift to 100%

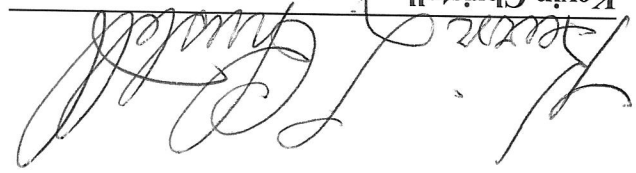
Introduced two changes:

- Will be using the RP2000 projected to 2015 on scale BB published plate depicting people live longer. This is a mortality improvement scale.
- Will be recommending calculations from 90% to 100% (fund information are on the level of 100% level dollar).

**G. COLIS:**

Recommends Pension Board schedules a meeting with Village Manager Hileman to explain the changes and issues related to the mortality table and funding rate.

Motion to adjourned by J. Foley and seconded by M. Untiedt at 11:10am.

  
Kevin Christell  
Pension Board President