

## GLENVIEW POLICE PENSION MEETING

January 12, 2011

Next Meeting: Monday, April 12, 2011 @ 8:30am

### In Attendance:

J. Foley  
G. Colis  
K. Christell

R. Francois  
S. Stewart

Graystone Consulting  
\*Mary Tomanek  
Lauterbach & Amen, LLP  
\* Kelly Krueger

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### ROLL CALL:

The meeting was called to order at 8:32 a.m. by Trustee Foley.

### MINUTES:

Motion made to accept and approve the Minutes from the September 1, 2010 meeting by J. Foley with one change of the bond mature date from 2011 to 2015. The Minutes were approved, seconded by Trustee Christell with all others in favor.

### TOMANEK:

Presented the quarterly report from September of 2010 and the 2011 outlook.

- Global GDP recovery becomes expansion in Q1 2011
- Global economy growth near 4% with emerging economies expanding by 6% and developed ones by a much slower 2%
- Developing economy central banks are tightening; developed economy central banks are on hold until late 2011
- Low 1%-2% inflation in developed countries but 5% in developing ones
- Modest US trade-weighted dollar weakness; general developed country currency's weakness to developing country currencies, especially Asia

Mary stated that the economy is expected to grow 2-3% and rates may not be raised by Feds for another year. It is okay to be a little cautious but this is not a bad forecast.

Q 4 was fabulous for stocks but not bonds. The Board will be happy with the 2010 returns.

Recommends the Board continue to add to the equity funds of small midcap. Does not recommend adding funds to the international funds yet because they are volatile.

New changes to Illinois Pension Funds. Rules allow fund to invest up to 40% now and will be able to invest up to 50% in 2011 and 55% in 2012.

Gateway fund lagged in 2009 & 2010. With the amount that is in the fund, Mary advised the board the fund can be reduced by transferring monies to Calamos which is doing better. She also requested the board take a look at Global Strategy and think about adding another fund into emerging markets. She believes this would fit better with the funds diversification concept.

Mary and George looked at a more equal allocation between the two defensive funds of Gateway and Calamos.

Recommends the board consider using US Bank as a custodian for all mutual funds. This would streamline transactions and US Bank would only take orders from the Village Treasurer (Todd Hileman)/Chris Clark). Mary will look into the particulars and get back to the board. This topic will be discussed at the next meeting.

**MOTIONS:**

Motion made to move \$500,000 from Gateway to Calamos.

Motion made to move \$500,000 into Europacific and \$250,000 into each of the small cap funds of Royce and Ariel from the one-million dollar bond coming due on February 15, 2011. All in favor.

Motion made to accept and approve the PMA Financial Network agreement. All in favor

Motion made to reimburse Hector Pena, who resigned on December 15, 2010 as a police officer, his pension contribution estimated at \$29,421.16. Payout is the request of Officer Pena. All in favor.

Motion was made to authorize disbursement of \$14,541.97 as a reimbursement back to the Village for overpayment per IDOI audit. The Village Hall Finance Department is working with Lauterbach & Amen to arrange refunds to the affected officers. This will complete all the audit issues identified by the IDOI. All in favor.

Motion made to renew the annual IPPFA membership of \$775.00. The costs reflect a \$25.00 increase compared to last year's membership fee. Motion was seconded and all in favor.

**COLIS:**

The Board had requested that PMA Financial change their pricing to no more than \$500.00. The arrangement outlined in the letter from PMA on July 6, 2010, complies with this request.

Would like the Board to schedule a phone conference with Art Tepfer/Actuarial about investment rate returns and rate changes (where are returns/rates going to be?)

**FOLEY:**

J. Foley presented an agreement with Strategy Asset Managers to have Dennis Jamison act as a sub-contractor. The Board requested the agreement be looked into by attorney Rick Reimer before the contract is signed.

The Board has requested that PMA Financial change their pricing to no more than \$500.00.

Officer William Golden made request/notification to the Pension Board that upon his death and the death of his wife, that his disabled son receives his pension. Golden submitted medical papers but the copy was poor so, he will re-submit the documents for review.

The Pension Board received a Quidro order on behalf of Officer Van Matre dispensing a portion of his pension to his ex-wife J. Copley. Secretary Foley sent the order to Board attorney R. Reimer for review. Reimer stated the order, although it had minor errors, did not need to be amended and his letter should be forwarded to both parties. Secretary Foley has given both parties a copy of his letter.

A new military pension law went into effect late last year stating that prior to working at the police department, if an officer has military time, he/she will have the opportunity to buy back up to 24-months of time. Every officer has been notified and only one asked for a calculation.

L & A provided a list of scheduled pension benefit increases for 2011, insurance deductions, remittance deductions (tax) and vendor checks for review by the Board. Retirees over age 55 will receive a 3% increase and retiree Charles George will be receiving a catch up on his disability pension according to state statutes. It was signed by C. Christell and will be returned to L & A.

The Pension Benefit Information Form is intended to verify pension benefits are appropriately paid. This form must be completed annually by each pensioner. The form will be sent to each pensioner by J. Foley for completion.

The pension contributions to be reimbursed to the pension fund by Officers H. Zando (\$2,495.84) and J. Sanchez (\$227.32), both on military leave, have been calculated. They agreed to have the full pension contribution deducted from their checks while on Military leave going forward.

The fiduciary agreement from Morgan Stanley/Smith Barney per statute was submitted and signed by C. Christell.

The pension secretary report was submitted by J. Foley.

**STEWART:**

It was noted that there were a few members formerly employed with the police department for only a short time showing funds being held in the pension fund. A reminder letter will be sent to those individuals.

**KRUEGER:**

The financial report was presented by Kelly Krueger of Lauterbach and Amen, LLP. She will check on the Christian County bond to see if 12115/2011 is a call or maturity date. She will also check on contributions from the Village in December.

Meeting adjourned at 10:12 a.m. by J. Foley. The next meeting has been scheduled for April 21, 2011. The next two meetings have been scheduled for July 14 & October 11 of 2011.



**Kevin Christell**  
**Chairman – Police Pension Board**

Sandie,

Would you please scan this in to PDF &  
e-mail it back to me?

Thanks,

Jim