



LOMBARD FIREFIGHTERS' PENSION FUND



George Seagraves – President
Joseph Shark – Trustee

Terry Davis – Secretary
Thomas Willis – Trustee

Ronald Rakosnik – Trustee

MINUTES OF A REGULAR MEETING OF THE LOMBARD FIREFIGHTERS' PENSION FUND BOARD OF TRUSTEES APRIL 24, 2019

A regular meeting of the Lombard Firefighters' Pension Fund Board of Trustees was held on Wednesday, April 24, 2019 at 8:30 a.m. at the Village Hall located at 255 E. Wilson Avenue, Lombard, Illinois 60148 pursuant to notice.

CALL TO ORDER: Trustee Seagraves called the meeting to order at 8:30 a.m.

ROLL CALL:

PRESENT: Trustees George Seagraves, Terry Davis, Joe Shark, Thomas Willis and Ronald Rakosnik

ABSENT: None

ALSO PRESENT: Attorney Charles Atwell, Atwell & Atwell; Michael Stuart and Spencer Klein, MB Financial; Tim Sexton, Jessica Nawracaj and Michael Whaley, Village of Lombard; Michelle Rice, Lauterbach & Amen, LLP (L&A); Active Member Alex H. Putz, Lombard Fire Department

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *January 23, 2019 Regular Meeting:* The Board reviewed the January 23, 2019 regular meeting minutes. A motion was made by Trustee Rakosnik and seconded by Trustee Willis to approve the January 23, 2019 regular meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik

NAYS: None

ABSENT: None

INVESTMENT REPORT – MB FINANCIAL: *Quarterly Performance Report:* Mr. Stuart presented the Quarterly Investment Report for the period ending March 31, 2019. As of March 31, 2019, the quarter-to-date net return is 7.81% with a change due to investments of \$4,515,205 and an ending market value of \$61,988,412. The current asset allocation is as follows: fixed income at 43.24%, equities at 51.47%, alternative strategies at 2.02% and cash & equivalents at 3.26%. The asset composition for the equity and fixed income portfolios, market value vs. invested capital, risk/return analysis and quarterly market insights were reviewed with the Board. Mr. Stuart noted that all assets currently held with MB Financial will move to Fifth Third Bank effective May 30, 2019. A motion was made by Trustee Shark and seconded by Trustee Willis to accept the Quarterly Investment Report as presented. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik

NAYS: None

ABSENT: None

Review/Update Investment Policy: The Board discussed the Investment Policy and no updates are needed at this time.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the three-month period ending March 31, 2019 prepared by L&A. As of March 31, 2019, the net position held in trust for pension benefits is \$62,409,216.59 for a change in position of \$3,698,166.59. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report and Payroll Journal. A motion was made by Trustee Rakosnik and seconded by Trustee Willis to accept the Monthly Financial Report as presented. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik
NAYS: None
ABSENT: None

Additional Bills, if any – Illinois Department of Insurance Compliance Fee: The Board noted that the Illinois Department of Insurance Compliance Fee invoice will be issued. A motion was made by Trustee Shark and seconded by Trustee Willis to approve payment of the IDOI Compliance Fee upon receipt of the invoice. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik
NAYS: None
ABSENT: None

Presentation and Approval of Bills: The Board reviewed the Vendor Check Report for the period January 1, 2019 through March 31, 2019 for total disbursements of \$166,551.91. A motion was made by Trustee Willis and seconded by Trustee Davis to approve the disbursements shown on the Vendor Check Report in the amount of \$166,551.91. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik
NAYS: None
ABSENT: None

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Contribution Refund – Daniel R. Stevenson:* The Board noted that Daniel R. Stevenson resigned from the Lombard Fire Department effective January 13, 2015 and reviewed his contribution refund. A motion was made by Trustee Rakosnik and seconded by Trustee Willis to approve Daniel R. Stevenson's contribution refund in the amount of \$8,026.92 paid directly to himself issued on January 31, 2019. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik
NAYS: None
ABSENT: None

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Approve Regular Retirement Benefit – Brad M. Delatorre:* The Board reviewed the regular retirement benefit calculation for Brad M. Delatorre. Lieutenant Delatorre had an entry date of August 31, 1998, retirement date of January 30, 2019, effective date of pension of October 19, 2020, 50 years of age at date of retirement, 20 years 5 months of creditable service, applicable salary of \$123,296.99, applicable pension percentage of 51.04%, amount of originally granted monthly pension of \$5,244.41 and amount of originally granted annual pension of \$62,932.92. A motion was made by Trustee Rakosnik and seconded by Trustee Willis to approve Brad M. Delatorre's regular retirement benefit calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik
NAYS: None
ABSENT: None

TRUSTEE TRAINING UPDATES: The Board was presented with the Trustee Training Summary and upcoming training opportunities. Trustees were reminded to submit any continuing education certificates to L&A for recordkeeping.

Approval of Trustee Training Registration Fees and Reimbursable Expenses: There were no trustee training registrations or reimbursable expenses presented for approval.

OLD BUSINESS: IDOI Annual Statement: The Board noted that the IDOI Annual Statement was filed with the Department of Insurance prior to the June 30, 2019 deadline.

NEW BUSINESS: Certify Board Election Results – Active Member Position: L&A conducted an election for one of the active member positions on the Lombard Firefighters' Pension Fund Board of Trustees. Joseph Shark ran unopposed and was reelected by acclamation for a three-year term expiring April 30, 2022. A motion was made by Trustee Willis and seconded by Trustee Rakosnik to certify the active member election results. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik

NAYS: None

ABSENT: None

COMMUNICATIONS AND REPORTS: Statements of Economic Interest: The Board was reminded that the Statements of Economic Interest are due by May 1, 2019.

Affidavits of Continued Eligibility: The Board noted that L&A will mail Affidavits of Continued Eligibility to all pensioners with the June payroll cycle. A status update will be provided at the next regular meeting.

Mr. Klein left the meeting at 9:07 a.m.

ATTORNEY'S REPORT – ATWELL & ATWELL: Legal Updates: Attorney Atwell provided legislative updates pertaining to Article 4 Pension Funds; including recent court cases and decisions, as well as general pension matters.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

APPROVE TRUSTEE TRAINING HOURS FOR MEETING: The Board approved one hour of Trustee training for Trustees Seagraves, Davis, Shark, Willis and Rakosnik for attendance at the April 24, 2019 Board meeting. A motion was made by Trustee Willis and seconded by Trustee Shark to approve one hour of training. Motion carried by roll call vote.

AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik

NAYS: None

ABSENT: None

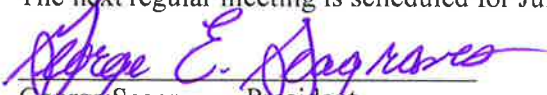
ADJOURNMENT: A motion was made by Trustee Rakosnik and seconded by Trustee Willis to adjourn the meeting at 9:25 a.m. Motion carried by roll call vote.

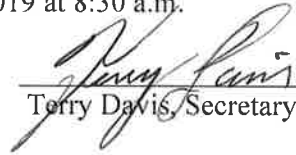
AYES: Trustees Seagraves, Davis, Shark, Willis and Rakosnik

NAYS: None

ABSENT: None

The next regular meeting is scheduled for July 24, 2019 at 8:30 a.m.


George Seagraves, President


Terry Davis, Secretary

Minutes approved by the Board of Trustees on _____

Minutes prepared by Michelle Rice, Pension Services Administrator, Lauterbach & Amen, LLP