



The Police Pension Fund

VILLAGE OF LOMBARD

235 EAST WILSON AVE. LOMBARD, IL 60148

MINUTES OF A REGULAR MEETING OF THE LOMBARD POLICE PENSION FUND BOARD OF TRUSTEES OCTOBER 19, 2020

A regular meeting of the Lombard Police Pension Fund Board of Trustees was held on Monday, October 19, 2020 at 1:30 p.m. in the Village Hall Board Room located at 255 E. Wilson Avenue, Lombard, Illinois 60148, pursuant to notice.

CALL TO ORDER: Trustee Ranallo called the meeting to order at 1:34 p.m.

ROLL CALL:

PRESENT: Trustees Benny Ranallo, Jerry Peterson, Richard Spika and Tom Wirsing

ABSENT: Trustee Dan Brink

ALSO PRESENT: Attorney Charles Atwell, Atwell & Atwell; Tom Sawyer and John Falduto, Sawyer Falduto Asset Management, LLC; Accounting Coordinator Jessica Nawracaj, Village of Lombard; Michelle Rice, Lauterbach & Amen, LLP (L&A); Thomas Duda, Law Offices of Thomas W. Duda

PUBLIC COMMENT: There was no public comment.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Approve, Adopt and Publish Decision and Order – Francis Vivo:* The Board reviewed the written Decision and Order for Francis Vivo prepared by Attorney Atwell. A motion was made by Trustee Wirsing and seconded by Trustee Spika to approve, adopt and publish the written Decision and Order for Francis Vivo as prepared. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing

NAYS: None

ABSENT: Trustee Brink

Attorney Duda noted that he will accept service via hand delivery in lieu of certified mail of the signed Decision and Order at the October 19, 2020 Board meeting.

APPROVAL OF MEETING MINUTES: *July 20, 2020 Regular Meeting:* The Board reviewed the July 20, 2020 regular meeting minutes. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to approve the July 20, 2020 regular meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing

NAYS: None

ABSENT: Trustee Brink

Attorney Duda left the meeting at 1:39 p.m.

August 12, 2020 Special Meeting: The Board reviewed the minutes from the August 12, 2020 special meeting. A motion was made by Trustee Spika and seconded by Trustee Ranallo to approve the August 12, 2020 special meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing

NAYS: None

ABSENT: Trustee Brink

September 14, 2020 Special Meeting: The Board reviewed the minutes from the September 14, 2020 special meeting. A motion was made by Trustee Spika and seconded by Trustee Wirsing to approve the September 14, 2020 special meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing
NAYS: None
ABSENT: Trustee Brink

ACCOUNTANT’S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report and Presentation and Approval of Bills:* The Board reviewed the Monthly Financial Report for the nine-month period ending September 30, 2020 prepared by L&A. As of September 30, 2020, the net position held in trust for pension benefits is \$77,275,816.78 for a change in position of \$3,437,177.72. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report, Payroll Journal and the Vendor Check Report for the period July 1, 2020 through September 30, 2020 for total disbursements of \$243,859.25. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to accept the Monthly Financial Report as presented and to approve the disbursements shown on the Vendor Check Report in the amount of \$243,859.25. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing
NAYS: None
ABSENT: Trustee Brink

Additional Bills, if any: There were no additional bills presented for approval.

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Quarterly Investment Performance Report:* Mr. Falduto presented the Quarterly Investment Performance Report for the period ending September 30, 2020. As of September 30, 2020, the third quarter net return is 4.55% versus the third quarter account benchmark of 4.30%. The investment return for the quarter is \$3,340,150 for an ending market value of \$75,927,590. The current asset allocation is as follows: Fixed Income at 49.3%, Equities at 50.3% and Cash Equivalents at 0.4%. Mr. Sawyer reviewed the Market Commentary, Equity and Fixed Income Portfolios, Credit Rating Report and Transaction Ledger Report with the Board. A motion was made by Trustee Ranallo and seconded by Trustee Spika to accept the Quarterly Investment Performance Report as presented. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing
NAYS: None
ABSENT: Trustee Brink

Review/Update Investment Policy: The Board discussed the Investment Policy and determined that no changes are required at this time.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Application for Membership – Esteban Mendez:* The Board discussed the Application for Membership for Esteban Mendez with a date of hire of August 3, 2020 as a Tier II participant and noted that he resigned from the Lombard Police Department effective October 5, 2020. A motion was made by Trustee Wirsing and seconded by Trustee Spika to accept Esteban Mendez into the Lombard Police Pension Fund and recognize his resignation from the Fund. Motion carried unanimously by voice vote.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS (CONTINUED): *Approve Regular Retirement Benefit – Terrence Evoy:* The Board reviewed the regular retirement benefit for Terrence Evoy prepared by L&A. Lieutenant Evoy had an entry date of September 5, 1995; retirement date of September 11, 2020; effective date of pension of September 12, 2020; 50 years of age at date of retirement; 25 years of creditable service; applicable salary of \$123,311.86; applicable pension percentage of 62.50%; amount of originally granted monthly pension of \$6,422.49; and amount of originally granted

annual pension of \$77,069.88. A motion was made by Trustee Spika and seconded by Trustee Peterson to approve the regular retirement benefits for Terrence Evoy calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing
NAYS: None
ABSENT: Trustee Brink

TRUSTEE TRAINING UPDATES: The Board discussed upcoming training opportunities. Trustees were reminded to submit any certificates of completion 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: *Request for Proposals for Vendors:* This item was not addressed at this time.

NEW BUSINESS: *Military Service Purchase – Thomas McElroy:* The Board noted that L&A completed a calculation for Thomas McElroy to purchase up to 24 months of military service time, but no response has been received to date. Further discussion will be held at the next regular meeting.

Establish 2021 Board Meeting Dates: The Board discussed establishing the 2021 Board meeting dates as January 11, 2021; April 12, 2021; July 12, 2021; and October 18, 2021 at 1:30 p.m. in the Chief's Conference Room located at 235 E. Wilson Avenue, Lombard, Illinois 60148. A motion was made by Trustee Ranallo and seconded by Trustee Spika to establish the 2021 Board meeting dates as discussed. Motion carried unanimously by voice vote.

COMMUNICATIONS AND REPORTS: *Affidavits of Continued Eligibility:* The Board noted that L&A will mail Affidavits of Continued Eligibility to all pensioners with the December payroll cycle. Further discussion will be held at the next regular meeting.

ATTORNEY'S REPORT – ATWELL & ATWELL: *Independent Medical Examination – Francis Vivo:* Attorney Atwell apprised the Board that correspondence was sent to Francis Vivo regarding his annual independent medical examination. Further discussion will be held at the next regular meeting.

Independent Medical Examination – Joseph Metallo: The Board noted that Joseph Metallo attended his annual independent medical examination and it was determined that he remains disabled at this time. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to continue Joseph Metallo's disability benefits subject annual examinations until age 50. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing
NAYS: None
ABSENT: Trustee Brink

Legal Updates: Attorney Atwell discussed recent legislative news pertaining to Article 3 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.

ADJOURNMENT: A motion was made by Trustee Peterson and seconded by Trustee Ranallo to adjourn the meeting at 2:13 p.m. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika and Wirsing
NAYS: None
ABSENT: Trustee Brink

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The next regular meeting is scheduled for January 11, 2021 at 1:30 p.m.



Board President or Secretary

Minutes approved by the Board of Trustees on 1/11/21

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