



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 JULY 12, 2021

A regular meeting of the Lombard Police Pension Fund Board of Trustees was held on Monday, July 12, 2021 at 1:00 p.m. in the Lombard Police Department COP Center located at 32 Yorktown Shopping Center, Lombard, Illinois 60148, pursuant to notice.

CALL TO ORDER: Trustee Ranallo called the meeting to order at 1:08 p.m.

ROLL CALL:

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

ABSENT: None

ALSO PRESENT: Attorney Jeff Goodloe, Puchalski Goodloe LLC; Tom Sawyer, Sawyer Falduto Asset Management, LLC; Accountant Jessica Nawracaj, Village of Lombard; Michelle Rice, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *April 12, 2021 Regular Meeting:* The Board reviewed the April 12, 2021 regular meeting minutes. A motion was made by Trustee Wirsing and seconded by Trustee Brink to approve the April 12, 2021 regular meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika, Brink and Wirsing

NAYS: None

ABSENT: None

Semi-Annual Review of Closed Session Meeting Minutes: The Board discussed the closed session meeting minutes. A motion was made by Trustee Spika and seconded by Trustee Peterson to not release the closed session meeting minutes at this time due to pending matters. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika, Brink and Wirsing

NAYS: None

ABSENT: None

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report, Presentation and Approval of Bills and Additional Bills, if any:* The Board reviewed the Monthly Financial Report for the five-month period ending May 31, 2021 prepared by L&A. As of May 31, 2021, the net position held in trust for pension benefits is \$83,492,511.87 for a change in position of \$1,830,622.36. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report, Payroll Journal and Vendor Check Report for the period March 1, 2021 through May 31, 2021 for total disbursements of \$300,901.13 and invoice #0011950 from Puchalski Goodloe LLC in the amount of \$858.00 for legal services rendered. A motion was made by Trustee Wirsing and seconded by Trustee Spika to accept the Monthly Financial Report as presented, approve the disbursements shown on the Vendor Check Report in the amount of \$300,901.13 and the additional bill as presented. Motion carried by roll call vote.

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

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Quarterly Investment Performance Report:* Mr. Sawyer presented the Quarterly Investment Performance Report for the period ending June 30, 2021. As of June 30, 2021, the second quarter net return is 4.6% versus the second quarter account benchmark of 4.7%. The investment return for the quarter is \$3,727,205 for an ending market value of \$84,303,653. The current asset allocation is as follows: Fixed Income at 48.2%, Equities at 51.6% and Cash Equivalents at 0.1%. 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 Peterson and seconded by Trustee Wirsing to accept the Quarterly Investment Performance Report as presented. Motion carried by roll call vote.

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

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: *Contribution Refund – Thomas McElroy:* The Board noted that Thomas McElroy separated service from the Lombard Police Department effective March 5, 2021 and reviewed his contribution refund request. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to approve Thomas McElroy's contribution refund in the amount of \$107,662.77 with a portion paid directly to himself and the remaining balance to be paid in a direct rollover. Motion carried by roll call vote.

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

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Approve Regular Retirement Benefit – John Malatia:* The Board reviewed the regular retirement benefits for John Malatia prepared by L&A. Lieutenant Malatia had an entry date of June 29, 1992; retirement date of June 30, 2021; effective date of pension of July 1, 2021; 53 years of age at date of retirement; 29 years of creditable service; applicable salary of \$137,743.88; applicable pension percentage of 72.5%; amount of originally granted monthly pension of \$8,322.03; and amount of originally granted annual pension of \$99,864.36. A motion was made by Trustee Ranallo and seconded by Trustee Wirsing to approve the regular retirement benefits for John Malatia calculated by L&A. Motion carried by roll call vote.

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

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: *IDOI Annual Statement:* The Board noted that the IDOI Annual Statement was filed prior to the June 30, 2021 deadline.

NEW BUSINESS: *Review/Approve – Actuarial Valuation and Tax Levy Request:* The Board reviewed the Actuarial Valuation prepared by Nyhart. Based on data and assumptions, the recommended municipal contribution is \$3,299,961 and the statutory minimum contribution amount is \$2,555,175. A motion was made by Trustee Spika and seconded by Trustee Peterson to accept the Actuarial Valuation as prepared and to request a tax levy in the amount of \$3,299,961 from the Village of Lombard, based on the recommended amount stated in the Actuarial Valuation prepared by Nyhart. Motion carried by roll call vote.

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

Review/Adopt – Municipal Compliance Report: The Board reviewed the Municipal Compliance Report prepared by L&A. A motion was made by Trustee Wirsing and seconded by Trustee Spika to adopt the MCR as prepared and to authorize signatures by the Board President and Secretary. Motion carried by roll call vote.

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

Board Officer Elections – President, Vice President, Secretary and Assistant Secretary: The Board discussed Board Officer Elections. A motion was made by Trustee Wirsing and seconded by Trustee Spika to elect the following slate of Officers: Trustee Ranallo as President; Trustee Peterson as Vice President; Trustee Wirsing as Secretary and Trustee Spika as Assistant Secretary. Motion carried by roll call vote.

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

FOIA Officer and OMA Designee: The Board discussed maintaining Trustee Wirsing as the FOIA Officer and OMA Designee. A motion was made by Trustee Ranallo and seconded by Trustee Spika to maintain the FOIA Officer and OMA Designee as stated. Motion carried by roll call vote.

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

COMMUNICATIONS AND REPORTS: There were no communications or reports presented.

ATTORNEY’S REPORT – PUCHALSKI GOODLOE LLC: *Independent Medical Examination – Francis Vivo:* Attorney Goodloe informed the Board that Francis Vivo attended his annual independent medical examinations and they determined that he remains disabled at this time. Francis Vivo’s disability benefits will continue based on the finding that he remains disabled and subject to further annual examinations until age 50.

Legal Updates: Attorney Goodloe 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 Spika and seconded by Trustee Wirsing to adjourn the meeting at 1:49 p.m. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika, Brink and Wirsing

NAYS: None

ABSENT: None

The next regular meeting is scheduled for October 18, 2021 at 1:00 p.m.



Board President or Secretary

Minutes approved by the Board of Trustees on 10/18/2021

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