



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 18, 2021

A regular meeting of the Lombard Police Pension Fund Board of Trustees was held on Monday, October 18, 2021 at 1:00 p.m. in the Village Hall located at 255 E. Wilson Avenue, Lombard, Illinois 60148, pursuant to notice.

CALL TO ORDER: Trustee Ranallo called the meeting to order at 1:03 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; John Falduto and Tom Sawyer, Sawyer Falduto Asset Management, LLC; Accountant Jessica Nawracaj and Finance Director Tim Sexton, Village of Lombard; Michelle Rice, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *July 12, 2021 Regular Meeting:* The Board reviewed the July 12, 2021 regular meeting minutes. A motion was made by Trustee Spika and seconded by Trustee Wirsing to approve the July 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

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the nine-month period ending September 30, 2021 prepared by L&A. As of September 30, 2021, the net position held in trust for pension benefits is \$85,902,315.75 for a change in position of \$4,240,426.24. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report and Payroll Journal. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to accept the Monthly Financial Report as presented. Motion carried by roll call vote.

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

NAYS: None

ABSENT: None

Presentation and Approval of Bills and Additional Bills, if any: The Board reviewed the Vendor Check Report for the period July 1, 2021 through September 30, 2021 for total disbursements of \$266,408.17 and invoice #0000035 from Puchalski Goodloe LLC in the amount of \$1,048.00 for legal services rendered. A motion was made by Trustee Spika and seconded by Trustee Peterson to approve the disbursements shown on the Vendor Check Report in the amount of \$266,408.17 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. Falduto presented the Quarterly Investment Performance Report for the period ending September 30, 2021. As of September 30, 2021, the third quarter net return is (0.5)% versus the third quarter account benchmark of (0.2)%. The investment return for the quarter is \$(380,698) for an ending market value of \$83,922,955. The current asset allocation is as follows: Fixed Income at 48.9%, Equities at 50.8% and Cash Equivalents at 0.3%. 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 Brink 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: *Applications for Membership – Ethan Loh and Joseph Wuorenma:* The Board reviewed the Application for Membership submitted by Ethan Loh. A motion was made by Trustee Wirsing and seconded by Trustee Spika to accept Ethan Loh into the Lombard Police Pension Fund effective May 10, 2021 as a Tier II participant. 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 – Garrett Klunk:* The Board reviewed the regular retirement benefits for Garrett Klunk prepared by L&A. Officer Klunk had an entry date of July 17, 1996; retirement date of July 30, 2021; effective date of pension of July 31, 2021; 52 years of age at date of retirement; 25 years of creditable service; applicable salary of \$109,699.88; applicable pension percentage of 62.50%; amount of originally granted monthly pension of \$5,713.54; and amount of originally granted annual pension of \$68,562.48. A motion was made by Trustee Spika and seconded by Trustee Wirsing to approve the regular retirement benefits for Garrett Klunk calculated by L&A. Motion carried by roll call vote.

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

Approve Deferred Retirement Benefits – Eric Herbst: The Board will review Eric Herbst's deferred retirement benefit at the next regular meeting.

Deceased Surviving Spouse – Peggy Clark: The Board noted that surviving spouse Peggy Clark passed away September 26, 2021 and her pension benefit has ceased.

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: Ms. Nawracaj and Mr. Sexton reviewed the additional contribution made to the Lombard Police Pension Fund from the Village of Lombard in the amount of \$603,898 under the Pension Stabilization Fund.

NEW BUSINESS: *Review/Adopt – Resolution to Appoint Authorized Agents in Accordance with Administrative Rule 2021-01:* The Board reviewed the Resolution to Appoint Authorized Agents in Accordance with Administrative Rule 2021-01. A motion was made by Trustee Spika and seconded by Trustee Peterson to appoint Trustees Ranallo and Wirsing as the Authorized Agents for the Lombard Police Pension Fund. Motion carried by roll call vote.

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

NAYS: None

ABSENT: None

Establish 2022 Board Meeting Dates: The Board discussed establishing the 2022 Board meeting dates as January 10, 2022 at 10:00 a.m.; April 18, 2022; July 18, 2022; and October 17, 2022 at 1:00 p.m. in Village Hall located at 255 E. Wilson Avenue, Lombard, Illinois 60148. A motion was made by Trustee Spika and seconded by Trustee Wirsing to establish the 2022 Board meeting dates as stated. 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.

Active Member File Maintenance: The Board noted that L&A will prepare Active Member File Maintenance letters for distribution to all active members requesting any additional pension file documents.

ATTORNEY'S REPORT – PUCHALSKI GOODLOE LLC: *Review/Approve – Administrative Rule Regarding Annual Examinations Pursuant to 40 ILCS 5/3-115:* The Board reviewed the Administrative Rule regarding annual independent medical examinations for disabled pensioners prepared by Attorney Goodloe. A motion was made by Trustee Spika and seconded by Trustee Brink to adopt the Administrative Rule as presented. Motion carried by roll call vote.

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

NAYS: None

ABSENT: None

Independent Medical Examinations – Francis Vivo and Joseph Metallo: The Board directed Attorney Goodloe to send Francis Vivo and Joseph Metallo for their annual independent medical examinations. Further discussion will be held at the next regular meeting.

QILDRO – Daniel Marciniak: Attorney Goodloe apprised the Board that all documentation and processing fees have been received for Daniel Marciniak's QILDRO. A motion was made by Trustee

Wirsing and seconded by Trustee Spika to approve the QILDRO documentation for Daniel Marciniak as prepared. Motion carried unanimously by voice vote.

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.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND (CONTINUED):
The Board reviewed the Application for Membership submitted by Joseph Wuorenma. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to accept Joseph Wuorenma into the Lombard Police Pension Fund effective June 1, 2021 as a Tier II participant. Motion carried unanimously by voice vote.

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

ADJOURNMENT: A motion was made by Trustee Peterson and seconded by Trustee Spika to adjourn the meeting at 2:10 p.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for January 10, 2022 at 10:00 a.m.

Board President or Secretary

Minutes approved by the Board of Trustees on _____

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