

Elburn & Countryside Fire Protection District
PO Box 8053
200 E. Rt. 38
Elburn, IL 60119
Office: 630-365-6855 **Fax: 630-448-1255**

PENSION BOARD MEETING 10-17-2016

DATE: October 17, 2016 8:00 am
TO: Pension Fund Board, Chief Officers, Pension Attorney & General Public
FROM: Ryan King, Trustee
LOCATION: Station One- 200 E Rt. 38 Elburn, IL

- I. Call to Order
 - a. Meeting called to order @ 0800 by President Huneke
- II. Roll Call
 - a. Present was Trustee Huneke, Trustee King, Trustee Hanson, Lawyer, Brian with Sikich, Jeff with Lowery, and Jason with Foster and Foster. Absent was Trustee Schopp and Trustee Siwy.
- III. Public Comment
 - a. none
- IV. Approval of Minutes
 - a. Motion to approve 07/19/2016 minutes by Trustee Hanson and second by Trustee King.
 - b. Motion to approve 09/12/2016 minutes by Trustee King and second by Trustee Huneke.
- V. Treasurer/Investment Committee Report
 - a. Sikich presented a report. Sikich presented the disbursement warrant.
 - i. Motion to approve accountant report and disbursement warrant.
 - ii. Motion to approve accounts report by Trustee King and second by Trustee Hanson.
 - iii. Motion to approve Disbursement warrant by Trustee King and second by Trustee Hanson. Approved 3-0.
 - b. Lowery's Presentation
 - i. The portfolio saw a positive quarter ending September 30, 2016: a positive 2.74% which brought the year-to-date return to 5.20%.
 - ii. Since portfolio inception with Lowery, the portfolio has an annualized return of 5.04%
 - iii. Top Contributors to the fund:
 1. JP Morgan Large Cap, Oppenheimer International Growth, Undiscovered Managers Small Cap
 - iv. Detractors to the fund were:
 1. There were no funds with a negative impact to the pension for the quarter.
 - v. Discussion & recommendation to the Pension Board:
 1. Discuss the addition of a large cap value fund to work with existing large cap options.
 2. LAC recommends adding Invesco Diversified Dividend Strategy

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3. Total Large Cap allocation: \$1,419,458
 - a. 50% JP Morgan - \$709,729
 - b. 20% Ridgeworth - \$283,892
 - c. 30% Invesco - \$425,837
 4. Motion to reallocate Large Cap by Trustee King and second Trustee Huneke.
- VI. Communications or Reports
- a. Presentation of Actuarial by Jason Franken of Foster and Foster
 - i. Motion to approve Actuarial report with Levy of \$782,384.00 by Trustee Hanson and second by Trustee King.
- VII. Old Business
- a. Motion to approve Chief Kelly Callaghan's retirement benefit calculator report by Sikich showing an initial annual benefit of \$104,445.74 = 67.69% of \$153,785.06 (annual salary). First benefit will be prorated from dates October 22, 2016 – October 31, 2016 at \$2,807.68 = 10 prorated day(s) x \$8,703.81(monthly benefit)/31 days in a month. Callaghan's first increase of 15% will occur November 1, 2021 and an 3% increase every year after.
 - i. Motion approved by Trustee King and second by Trustee Hanson.
 - b. Motion to approve changing pension benefit payment date to the end of the month with a stager at November 23, 2016 by Trustee Huneke second by Trustee King.
 - c. Motion to approve Investment Advisor (RFP decision)
 - i. Table for special meeting in November.
 - d. Presentation of update DOI report
 - i. Motion to approve correct DOI report by Trustee Hanson second by Trustee King.
- VIII. New Business
- a. Motion to approve Vince Laudicina's application for pension tier 2 subject to completed forms by Trustee Hanson second by Trustee King.
 - b. Motion to approve Alex Poynor's application for pension tier 2 subject to completed forms by Trustee Hanson second Trustee King.
 - c. Motion to approve 2017 pension benefit calculation presented by Sikich by Trustee King second by Trustee Hanson.
- IX. Attorneys Comments
- a. Attorney advised a special meeting needs to be held to approve municipal compliance report. Discussion on intercept rules.
- X. Adjournment
- a. Meeting adjourned by Trustee Huneke second by Trustee King.

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RESPECTFULLY SUBMITTED:

SECRETARY R. King