



POLICE DEPARTMENT
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WESTMONT POLICE PENSION BOARD OF TRUSTEES
REGULAR MEETING
JULY 17, 2012
VILLAGE HALL, 31 W. QUINCY STREET, WESTMONT, IL 60559
6:15 P.M.

MINUTES

CALL TO ORDER

6:23 P.M.

ROLL CALL

Craig Grember, Paul Bartuch, Steve Thompson, Scott Opelt, Tom Conidi, Spencer Parker, Kevin Crain, Lynn Johnson, Laura Goodloe, John Bright, Ed Nowakowski, Allison Barrett

CONFERENCE CALL

Meeting convened early to facilitate a conference call with Dr. Lacy Hunt of Hoisington Investment Management. Dr. Hunt provided a macroeconomic analysis of the current market, and projections for market recovery.

RECESS

7:15 P.M.

RECONVENE

7:21 P.M.

Additional attendees: Tom Mulhearn, John Sacksa, Bob Chippiano, Judy Holler, Patti Smalwood, Greg Compton, Jim Schar, AJ Weber

MINUTES OF PREVIOUS MEETING

Minutes of meeting held April 17th 2012 reviewed. Motion to approve minutes made by Bartuch, seconded by, Conidi, passed unanimously.

REPORTS

President Grember:

A reminder for board members to make reservations for the IPPFA conference in October. Trustees Opelt and Thompson must complete trustee certification course by October 2012. Trustee Conidi has been appointed to another 2 year term by the village board. Trustee Bartuch was elected to another 2 year term (retired board position), after running unopposed.

Fund Consultant Kevin Crain, Morgan Stanley Smith Barney:

A copy of the 2nd quarter account review was provided to the board. Total fund performance for the quarter was +0.50%. Year to date performance was +4.59%. Trailing twelve month performance was +11.28%.

Current asset allocation is at 53% fixed, 44% equities, and 3% alternatives.

AJ Weber, Lauterbach and Amen:

AJ Weber will be replacing Nathan Gaskill. AJ provided the board with a monthly financial report for the month ended June 30th 2012.

Total assets: \$22,441,095.66

Net increase: + \$516,843.19

Treasurer Spencer Parker:

Payment was received from the village's insurance in the amount of \$13,034.12 to cover the pension fund's loss in the Shepardson overpayment matter. The check has been deposited into the Illinois Funds account.

The pension fund received an unsolicited payment from SSgA of \$1,160.57. The pension fund had investments with SSgA between 2002 and 2008. There are apparently some lawsuits involving SSgA, however, the Westmont Police Pension Fund is not involved in any of them. It appears SSgA chose to make some payments to former investors based on the amount of money with SSgA during that time. The money was deposited into the Illinois Funds account.

Agendas and minutes will now be posted on the village website.

Benefit summaries sent out in July for Officers Bukovic, Thompson, Smallwood, and Compton were incorrect. The officers have been notified of the errors.

Trustee Bartuch:

Bartuch raised the question of how to acquire office supplies for pension fund matters. Allison Barrett advised Lauterbach and Amen has reimbursement forms available for such purposes.

Bartuch recommended paper copies of meeting minutes be stored with pension files at the police department. Secretary Opelt and Assistant Secretary Thompson will be maintaining said files. Copies of financial reports from Kevin Crain will also be maintained in the files.

Trustee Thompson:

Trustee Thompson advised he is in the process of reviewing all officer's transfers of service with Nathan Gaskill of Lauterbach and Amen, to avoid any further issues with transfers of service.

Trustees Opelt and Conidi:

None

OLD BUSINESS**Open forum for comments:**

Pensioner Bob Chippano requested the board reconsider the date payments are made to pensioners, citing hardships caused by current payment date. Reasoning behind current system was explained by Allison Barrett. Matter tabled until August special meeting.

Pensioner Bob Chippano also raised concerns as to the matter in which envelopes were prepared for the election of trustee Bartuch. He advised the point was moot in this election, as Bartuch ran unopposed, but he would like to see the envelopes prepared in a different manner in future elections, as to maintain the secrecy of the ballots.

Pensioner Judy Holler also cited hardships caused by payment dates, requesting a return to the old system of payment dates as well.

Patti Smallwood advised the issue of her IMRF and military transfers were still unresolved.

A special meeting of the board was scheduled for August 16th 2012 at 4:00 P.M. to address the Smallwood transfer issue and the pensioner payment date.

Greg Compton advised he was not satisfied with incorrect benefit summary provided to him in July (which had previously been identified as known to be incorrect during Spencer Parker's comments). Compton advised he is also unsatisfied with being provided two different

calculated dates of hire in the past (one indicating a 1988 date, and one indicating a 1989 date). He is not convinced the reviews of said calculations by Lauterbach and Amen have definitively proven the correct calculated date of hire should be the 1989 date.

In responding to Compton's concerns, Spencer Parker and Lynn Johnson advised the 1989 date is correct. They further advised the 1988 date was calculated by the actuary at the time (Tim Sharpe) based on the 2005/2006 IDOI report prepared by the village. Said report contained errors. The errors were found and corrected, causing a correction in Compton's calculated date of hire as well.

Legal consul for the pension board, Laura Goodloe, advised the board has no authority to address the matter.

NEW BUSINESS

Motion by Trustee Conidi to accept newly hired officers (all Tier II pensions) Tucker, Kurinec, and Eversole into the fund (hire date of all at 03/29/2012). Motion seconded by Grember and passed unanimously.

Trustee Bartuch suggested "Proof of Life" letter be sent to all pensioners. Allison Barrett advised Lauterbach and Amen has such forms available. Lauterbach and Amen will send said letters to all pensioners. A due date of 08/31/2012 was set for return of said letters.

Selection of actuary tabled until special meeting on 08/16/2012.

A motion for approval of vendor checks was made by Grember and seconded by Bartuch. Motion was amended to exclude Allegiance checks numbered 50028 and 50035 until clarification could be made by Kevin Crain. Said checks will be readdressed at the special meeting on 08/16/2012. Motion passed unanimously.

Reallocation of funds tabled until October regular meeting.

ADJOURNMENT

Motion to adjourn made at 9:54 P.M. by Grember. Motion seconded by Thompson and passed unanimously.