

SPECIAL MEETING OF THE
CAROL STREAM POLICE PENSION FUND BOARD
Village of Carol Stream, County of DuPage, Illinois
Wednesday, March 10, 2011 1:00 p.m.

I. Call to Order and Roll Call

The special meeting of the Carol Stream Police Pension Fund Board of Trustees was called to order by President John Numrich at 1:05 p.m.

Present: President John Numrich, Vice President Diane Wells, Secretary Rich Garza, Trustee Jim Ridge

Absent: Assistant Secretary Ralph Salatino

Also Present: Financial Advisor Mary Tomanek, Finance Director Jon Batek, Assistant Finance Director Dawn Damolaris, Accountant Barb Wydra

II. Secretary's Report

A. No Report

III. Treasurer's Report

A. No Report

IV. New Business

A. Financial Advisor Mary Tomanek presented an overview of the fixed corporate bond market and things to consider when expanding investments in the fixed income corporate bond market. She also presented draft targets and strategies for expansion of investments in the equities market. Based on the new guidelines, the allowed investments in equities will increase from 45% to 50% effective July 2011 and 55% effective July 2012. The reason behind these changes was to give pension boards more flexibility to increase returns on their portfolios. Trustee Jim Ridge motioned to have McDonnell Investments take 30% of the \$8.5 million and invest it in corporate bonds within the grade ranges of Best Quality, High Quality and Upper Medium. Vice President Diane Wells seconded the motion. All ayes. Motion carried.

B. The Board reviewed the current Police Pension Fund Investment Policy with regard to the new investment guidelines. Vice President Diane Wells motioned to approve the Police Pension Fund Investment Policy as

presented by Financial Advisor Mary Tomanek effective March 10, 2011. Motion was seconded by Secretary Rich Garza. All ayes. Motion carried. During the April meeting, the Investment Policy will be reviewed again to clarify the investment changes and discuss future investments in the equities market.

- C. A discussion took place regarding suspension time and its effect on officers' service records. Assistant Finance Director Dawn Damolaris was instructed to contact the Department of Insurance and provide them with the exact scenario of an officer being suspended 81 days of which 51 days were accumulated over various incidents. In addition she was instructed to explore with the Department of Insurance the effects of a one-time five day suspension and report her findings at the next meeting.

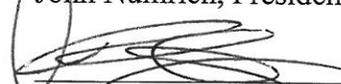
V. **Adjournment**

- A. The next regular meeting is scheduled for April 20, 2011 at 3 p.m. Motion was made to adjourn by Secretary Rich Garza and seconded by Trustee Jim Ridge. All ayes. Motion carried. Meeting adjourned at 2:30 p.m.

FOR THE PENSION FUND



John Numrich, President



Rich Garza, Secretary