

REGULAR MEETING OF THE  
CAROL STREAM POLICE PENSION FUND BOARD  
Village of Carol Stream, County of DuPage, Illinois  
Wednesday, July 27, 2011, 4:00 p.m.

**I. Call to Order and Roll Call**

The regular meeting of the Carol Stream Police Pension Fund Board of Trustees was called to order by President John Numrich at 4:07 p.m.

Present: President John Numrich, Vice President Diane Wells, Secretary Rich Garza, Assistant Secretary Ralph Salatino

Absent: Trustee Jim Ridge

Also Present: Financial Advisor Mary Tomanek, Assistant Finance Director Dawn Damolaris, Kelly Krueger from Lauterbach & Amen, LLP, and Deputy Chief Jerry O'Brien

**II. Secretary's Report**

- A. Secretary Rich Garza motioned to approve the minutes of the April 20, 2011 regular meeting. Motion was seconded by Vice President Diane Wells. All ayes. Motioned carried.

**III. Treasurer's Report**

- A. Kelly Krueger from Lauterbach and Amen, LLP, presented a brief explanation of each page of the Treasurer's report through June 30, 2011. Vice President Diane Wells motioned to approve the Treasurer's report through June 30, 2011. Assistant Secretary Ralph Salatino seconded the motion. All ayes. Motion carried.
- B. Assistant Secretary Ralph Salatino motioned to approve the check register from April 1, 2011 through July 27, 2011. Secretary Rich Garza seconded the motion. All ayes. Motion carried.
- C. Mary Tomanek stated that the total performance of the pension fund grew 4% for the 1<sup>st</sup> six month. The Growth Fund of America has made a major change in their strategy by increasing their foreign holdings to 25%. Mary's recommendation was to replace this fund with another. After performing a search, she will bring a recommendation for its replacement to the next meeting.

Mary Tomanek presented the Asset vs. Liability report which only includes employee contributions. The report is based on a fixed rate as of 5/1/10, future salary increases of 6.25% with step increases and actuarial

assumptions of 7.75% growth. President John Numrich will contact Jon Batek and request Tim Sharpe to present his actuarial report at the next Board meeting.

In order align the Asset Allocations based on the Targets and Strategies for the mid cap market, Mary Tomanek presented her research findings and recommended the Board invest in Fidelity Low Priced Stock. Vice President Diane Wells motioned to reduce Heartland Fund by \$650,000 and VanGuard Explorer fund \$325,000 and invest \$975,000 in Fidelity Low Priced Stock fund. Motion was seconded by Assistant Secretary Ralph Salatino. All ayes. Motion carried.

Mary Tomanek also recommended increasing the real estate allocation to 3%. After presenting her research, the Board decided to increase their investment in the real estate market. Vice President Diane Wells motioned to take \$115,000 from cash and add it to the current T. Rowe Price Real Estate fund. Secretary Rich Garza seconded the motion. All ayes. Motion carried. Mary Tomanek will continue to search for a natural resource candidate.

#### **IV. Old Business**

- A. Secretary Rich Garza will verify with Barb Wydra that Julie Johnson has paid her Military Buyback and report the findings at the next Board meeting.
- B. With regard to suspension time calculations, President John Numrich stated that the policy of the Board should be that when an Officer retires a search of the suspension time should be performed. If the employee contributions were not paid, the suspension time will not be included in their service time. If an Officer chooses to pay the employee contribution portion for the suspension time, then the time will be included in their service time. In the future, Officers will be asked to pay their contribution and sign a document stating that they paid their contribution for each suspension time.

#### **V. New Business**

- A. Secretary Rich Garza motioned to retain the present slate of offices on the Board for the coming year. Assistant Secretary Ralph Salatino seconded the motion. All ayes. Motion carried.
- B. Secretary Rich Garza will make reservations for the members of the Board who will be attending the Annual IPPFA Conference in Lake Geneva on October 4-7, 2011.
- C. The Department of Insurance is auditing the Police Pension Board files in the near future.

D. Deputy Chief Jerry O'Brien stated that he is planning to retire effective November 1, 2011. A special meeting may be called to approve his retirement.

VI. **Correspondence**

A. President John Numrich stated that a member's spouse has requested retirement information on an Officer going through a divorce. Vice President Diane Wells provided the spouse's attorney with the amount of the Officer's contributions and the retirement calculations based on the date the request was received. A copy of this information was added to the Officer's file.

VII. **Adjournment**

A. The next regular meeting is scheduled for sometime in November. Motion was made to adjourn by Vice President Diane Wells and seconded by Assistant Secretary Ralph Salatino. All ayes. Motion carried. Meeting adjourned at 5:16 p.m.

**FOR THE PENSION FUND**

  
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John Numrich, President

  
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Rich Garza, Secretary