

**REGULAR MEETING OF THE
CAROL STREAM POLICE PENSION FUND BOARD**
Village of Carol Stream, County of DuPage, Illinois
Friday, April 22, 2016

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 10:01 AM.

Present: President John Numrich
 Secretary John Zalak
 Trustee Dan Bulleri
 Trustee Anthony Simonetta
 Assistant Secretary Tony Marzano

Also Present: Finance Director Jon Batek
 Accounting Manager Barb Wydra
 Financial Advisor Mary Tomanek

II. Secretary's Report

- a. Trustee Anthony Simonetta motioned to approve the minutes of the January 20, 2016 regular meeting. Assistant Secretary Tony Marzano seconded the motion. All ayes. Motion carried.

II. Treasurer's Report

- a. A representative from Lauterbach & Amen, LLP provided an explanation for two packets distributed to everyone. The first was the regular Financial Report through March 31, 2016 and the second packet was a proposed new consolidated financial report, which displays the data in a streamlined format that is easily understandable. By incorporating the consolidated financial report, Lauterbach & Amen, LLP will decrease their fees by \$3530 annually. After a detailed explanation of the proposed consolidated financial report, Assistant Secretary Tony Marzano motioned to approve the Financial Report through March 31, 2016 and the implementation of the new consolidated Financial Report beginning May 1, 2016. Trustee Anthony Simonetta seconded the motion. All ayes. Motion carried.
- b. Trustee Dan Bulleri motioned to approve the check register through April 18, 2016. Seconded by Secretary John Zalak. All ayes. Motion carried.
- c. Financial Advisor Mary Tomanek reviewed a proposed asset allocation, which would give a 45/55 growth/value percent split. The current growth/value percent split is 49/51. To accomplish this, Ms. Tomanek recommended transferring \$350,000 T Rowe Price Real Estate to American Funds Washington Mutual Lg Value, terminating Virtus Emerging Markets and transferring the proceeds to McDonnell, and finally transferring \$200,000 in available cash equivalents in US Bank to McDonnell. Ms. Tomanek also reviewed a Draft Scorecard Analysis and a Small Cap Growth Fund Analysis.

Trustee Anthony Simonetta motioned to accept the recommendation to change the growth/value percent split from 49/51 to 45/55, which includes transferring \$350,000 T Rowe Price Real Estate to American Funds Washington Mutual Lg Value, terminating Virtus Emerging Markets and transferring the proceeds to McDonnell, transferring \$200,000 in available cash equivalents in US Bank to McDonnell, and terminating Vanguard Explorer Sm Growth and move the proceeds to T Rowe Price QM US Small Cap Growth fund. Assistant Secretary Tony Marzano seconded the motion. All ayes. Motion carried.

III. Old Business

- a. Disabled Officer James Michalek's annual examination results have been received. Dr. Frank did not recommend Disabled Officer Michalek return to duty as a police officer.
- b. The results of the election for active officer trustees and beneficiary trustee were reviewed. President John Numrich received 26 votes from the beneficiary group. Secretary John Zalak each received 45 votes; Trustee Dan Bulleri received 42 votes and 3 write-in votes. The write-in votes were one for Officer Tom Eby, one for Officer Hilary Mabbitt and one for Officer Kevin Babor. This election resulted in the reelection of President John Numrich, Secretary John Zalak, and Trustee for a two-year term ending April 30, 2018. As mentioned during the January 20, 2016 meeting, the Vice President vacancy will be delayed until July 2016 meeting.

IV. New Business

- a. Officer Charles McGuire has submitted an application for disability. This application is being reviewed by Attorney Reimer.
- b. Retired Officer Frank Moore, who retired February 1, 2012, attained the age of 55 on March 10, 2016. Effective April 1, 2016, Retired Officer Frank Moore will receive a 12.25% increase of his initial pension. His original monthly pension was \$4,304.40. This increase equals \$527.29 giving him a revised gross monthly pension of \$4,831.69. Trustee Anthony Simonetta motioned to approve the statutory pension increase for Retired Officer Moore. Secretary John Zalak seconded the motion. All ayes. Motion carried.
- c. Finance Director Jon Batek discussed independent actuary, Timothy W. Sharpe, who according to the IPPFA, is being brought before a disciplinary board. Finance Director Batek will continue to monitor this topic.
- d. President John Numrich discussed Senate Bill 3317, which is currently sitting in the Executive Committee. This bill the moves the investment power for eligible pension funds to the Illinois State Board of Investment. It also reduces the amount of training required for trustees of pension funds. President Numrich will closely monitor this.
- e. Accounting Manager Barb Wydra reviewed House Bill 5088 Municipal Compliance Report, which is an annual report and a requirement of House Bill 5088. This information is derived from the financial statements, actuary reports and the levy information. Secretary John Zalak motioned approve the Municipal Compliance Report for year ending April 30, 2015. Motioned seconded by Trustee Dan Bulleri. All ayes. Motion carried. This report will be forwarded to the Village as required by HB 5088.

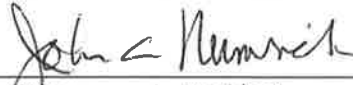
V. Correspondence and Public Comment

- a. Nothing to report.

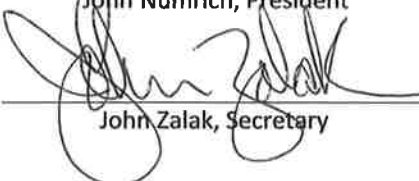
VI. Adjournment

- a. The next regular meeting will be held in July 29, 2016 at 10 AM. Motion was made to adjourn by Trustee Anthony Simonetta and seconded by Assistant Secretary Tony Marzano. All Ayes. Motion carried. Meeting adjourned at 11:37 AM.

FOR THE PENSION FUND



John Numrich, President



John Zalak, Secretary