

BOARD OF TRUSTEES

of the

Policemen's Pension Fund

MINUTES OF THE SPECIAL JOINT MEETING OF THE BOARD OF TRUSTEES

Wednesday, August 29th, 2018

1. The special joint meeting with the Firemen's Pension Board and Financial Advisor Chris Kittell was called to order by President Troy Wasson at 1207 p.m.
2. Roll call was taken, present were President Troy Wasson, Vice President Doug Miller, Secretary Phil Wilson, Trustee Lisa Monson. Also present were members of the Danville Fire Pension Board and Financial Advisor Chris Kittell. Ron Candido-Absent. Shelly Scott City of Danville Comptroller and Stephanie Wilson also present.
3. No audience comments.
4. Review Pension Plan Investment (Raymond James). Lisa Monson made a motion to turn the meeting over to Chris Kittell, seconded by Miller. Voice Vote-4-Ayes, 0-Nayes. Kittell of Raymond James presented the Board with the Police Plan investments report for the period of April 1st, 2018 through June 30th, 2018. The Police Pension fund's costs include Bank of Champaign Trust of \$5,340.07, Eagle Asset Management of \$5,071.05 and FLP Consulting fees of \$8,894.42, A 12b-1 rebate of \$17,919.09 for a net credit of \$1,386.45. Miller moved to accept the Pension Fund Investment Costs report, seconded by Wilson. On a roll call vote:

Miller- yes
Wilson-yes
Monson-yes
Wasson-yes
Motion Carried 4-0


5. Review, Accept and Place on File Investment Reports from Bank of Champaign investments 2nd quarter ending 06/30/2018. Kittle provided copies of the Secular Markets, The Power of Perseverance and stated there was little volatility last year. Kittle discussed the Danville Police Pension Combined Reporting. This shows that as of 06/30/18 a total investment of \$18,033,601.32. Our fixed income is a little over 44 % and less than 2 % in Cash. We are currently at approximately 54% in Stocks. Kittle stated that our total Account Return is \$66,005.60 for the year. Kittle then advised that our total returns from 06/13 thru 06/18 is 5.92% compared to the Composite Index at 6.31%. Long Term performance report from the Bank of Champaign for Account #1726 which is the bond account shows a 2.63% growth since inception while the Equity Account #1727 account shows an 11.45% growth since inception. Monson made a motion to accept and place on file the Investment report ending 06-30-18, seconded by Wilson. On a roll call vote:

Monson-yes
Miller-yes
Wilson-yes
Wasson-yes
Motion Carried-4-0

6. Review of Investments with Chris Kittell. Chris suggested we rebalance our trades. He stated that our current US Large Cap Blend is currently at 22.49% and our target would be 34%. Our Large Cap Growth is currently 12.58 % with a target of 10%. The US Large Cap Value is currently 22.53% with a target of 10%. US Mid Cap Equity is currently 13.83% with a target of 10%. US Small Cap Equity is currently 8.28% with a target of 6.0%. Non-US Emerging Market Equity is currently at 12.36% with a Target of 28.0%. Non-US Emerging Market Equity is currently at 4.12 % with a Target of 0.0%. Our Cash is currently at 2.8% with a target of 2.0%. These adjustments would be made with mostly cash, but some would be made with a couple changes. Chris suggested we add \$450,000 to Invesco and \$200,000 to MFS Research. He would like to sell \$100,00 of Hartford and \$100,000 of Principal Midcap. He wants to sell \$200,000 of the Vanguard and add \$200,000 to the American EuroPacific. Chris would like to sell \$200,000 from Oppenheimer Developing and all that would net together to remove \$250,000 cash. Wilson made a motion to accept the recommendations made by Chris Kittell. Seconded by Lisa Monson. Roll Call Vote called by Wasson:

Monson-yes
Miller-yes
Wilson-yes
Wasson-yes
Motion carried

7. Motion to adjourn made by Willson, seconded by Monson. Voice Vote, 4 ayes, 0-nayes Motion carried at 1242hrs.



Phillip Wilson, Secretary