BOARD OF TRUSTEES

of the

Policemen's Pension Fund

MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES

Tuesday, January 13, 2015

1. The regular meeting was called to order by President Phil Wilson at 3:07 p.m.

2. Roll call was taken. Present were President Phil Wilson, Secretary John Thompson, Trustees Janet Myers, Lisa Monson, Doug Miller, and Board Attorney Jim Dobrovolny. Absent was Treasurer Stephanie Wilson.

3. Myers moved to approve the agenda as presented, seconded by Monson. On a voice vote, all ayes, no nays; motion carried.

4. After reviewing the Minutes for the October 14, 2014, meeting, Myers moved to approve the Minutes as presented, seconded by Miller. On a voice vote, all ayes, no nays; motion carried.

5. No one in the audience for comments.

6. Treasurer's Report
   A. Treasurer's Report's for August, September, October, and November 2014 were presented by Trustee Monson due to Treasurer Wilson being absent. A question arose regarding the 1st distribution of taxes being $1,071,813.83, as stated on the October Report, and the 2nd Distribution being $448,921.06, as stated on the November Report. Monson stated she would ask Treasurer Wilson to present a spreadsheet with a breakdown. Miller moved to accept and place on file the Treasurer's Reports, with a note to place on the next meeting's agenda to review the second installment of the real estate tax money received by the Fund, Monson seconded the motion. On a voice vote, all ayes, no nays; motion carried.

   B. The Accounts Payable Report for January 13, 2015, totaling $28,498.70 was presented, stating the following payments:
      BankChampaign for 3rd Qtr Fees - $4,550.08
      IPPFA for 2015 Annual Membership Dues - $775.00
      Chad Busick for Conference Reimbursement for Myers & Monson- $489.32
      Raymond James for 3rd Qtr Fees - $8494.89
      Eagle Asset for ~~3rd~~ 2ND & ~~4th~~ 3RD Qtr Fees - $9,557.11
      CliftonLarsonAllen for Audit Fee - $2,700.00
      City of Danville for 1/3 Cost of Treasurer Institute - $336.96

City of Danville for ½ Physicals for Probationary Police Officers - $1,595.34
Myers moved to approve, seconded by Miller. On roll call vote:
Ayes: Myers, Monson, Miller, Thompson, Wilson
Nays: None
Motion carried 5-0

An additional motion was made by Myers to approve the reimbursement to Chad Busick for $489.32 for Myers 2014 Lake Geneva Convention and for Myers and Monson 2015 Hotel reservations for the Lake Geneva Convention and reimbursement to Doug Miller for $200.00 for online training, seconded by Thompson. On roll call vote:
Ayes: Monson, Myers, Miller, Thompson, Wilson
Nays: None
Motion carried 5-0

C. The Monthly Pension Report for September 2014 of $228,776.67, October 2014 of $232,029.54, November 2014 of $234,942.92, and December 2014 of $236,973.69 were presented. It was reported that Bruce Stark was overpaid for the retroactive pay per once union contract was settled. Attorney Dobrovolny suggested a letter be sent to him asking his preference on method of repaying the amount. Myers moved to accept and place on file all four reports, seconded by Monson. On roll call vote:
Ayes: Myers, Monson, Miller, Thompson, Wilson
Nays: None
Motion carried 5-0

D. Review Actuarial report and Annual report presented to City Council on December 16, 2014. Myers moved to accept reports, seconded by Miller. On roll call vote:
Ayes: Myers, Monson, Miller, Thompson, Wilson
Nays: None
Motion carried 5-0

7. The Pension Plan Investment Cost Report from Raymond James for period 07/01/14 through 09/30/14 totaling $17,861.11 was presented. Miller moved to accept and place on file, seconded by Myers. On roll call vote:
Ayes: Myers, Monson, Miller, Thompson, Wilson
Nays: None
Motion Carried 5-0

Miller questioned the need for BankChampaign to continue to serve as custodian of the funds due to information received during a conference held by Raymond James recently. Attorney Dobrovolny stated he was not aware that the Statutes had changed and would check with IDOI for clarification before proceeding with elimination of their service.

8. The 3rd Quarter Investment Report from BankChampaign for period ending 09-30-14 was presented. Myers moved to accept and place on file, seconded by Monson. On roll call vote:
Ayes: Myers, Monson, Miller, Thompson, Wilson
Nays: None
Motion carried 5-0

9. Annual Pension increases - Since figures for the annual increases were not presented for the Board to review and the need to review increases for Disability Pensions for Reed and Hathaway due to both turning 60 years of age in 2007 and 2008, Myers moved to postpone until a special meeting date could be set, seconded by Monson. On a voice vote, all ayes, no nays; motion carried.

   Attorney Dobrovolny suggested the Annual Increases be presented during the October meetings in the future so that the Board can review and approve prior to the increases being given.

10. Proposed Board Rules – Myers moved to postpone discussion until Attorney Dobrovolny could review them, seconded by Miller. On a voice vote, all ayes, no nays; motion carried.

11. Process New Applicants – TJ Davis was hired in late November through a lateral transfer from Vermilion County; however, paperwork has not been received from him. Miller moved to accept and file application and to accept TJ Davis into Pension Fund upon receipt of application, seconded by Myers. On roll call vote:

    Ayes: Myers, Monson, Miller, Thompson, Wilson
    Nays: None
    Motion carried 5-0

12. Process of Retirements and Terminations
    Doug Weaver retired from the Police Department on November 14th, 2014, and began his Pension on November 15, 2014. His salary at the time of his retirement was $71,089.55. Weaver will receive a 67.5% pension, which is $3,998.79 per month. Weaver was paid $2,132.69 for the remaining days in November. Miller moved to accept the retirement application and approve pensionable amounts made, seconded by Myers. On roll call vote:

    Ayes: Myers, Monson, Miller, Thompson, Wilson
    Nays: None
    Motion Carried 5-0

13. No new disability applicants or hearings to be scheduled.
    - It was reported that Dennis Rogers is expected to make application again. He has had 4-5 surgeries on his knees and can no longer perform duties.
    - Woodlake sent information to Kenny Kidwell regarding a needed physical.

14. Attorney's report
    - Attorney Dobrovolny advised the Board the Illinois Supreme Court is currently hearing arguments as to the State Pension System. The Court is deciding whether or not health care is considered part of a retirement benefit for State Employees. Discussion continues as to whether or not Pension Boards could correct mistakes whether it is clerical or administrative.
    - Attorney Dobrovolny advised that he is still waiting for information from Ice Miller regarding Pensioner Thomason's issue and our Qualified Plan Status and has no new information at this time.

15. Items of Information
    A. Review of Board Members Certifications

- Doug Miller and Phil Wilson attended 8 hours of Ethics training on Oct. 24, 2014.
- Doug Miller completed 9 hours of continuing Pension Trustee Education on-line course December 31, 2014.
- John Thompson completed the 32 hour IPPFA Certified Pension Trustee Program November 17- 20, 2014.
- Lisa Monson and Phil Wilson will be completing the Certified Program before the end of this year.

Due to Thompson presenting travel expenses, Myers moved to approve reimbursement of $705.74, seconded by Monson. On roll call vote:

Ayes: Myers, Monson, Miller, Wilson
Nays: None
Abstained: Thompson
Motion Carried 4-0 with 1 abstention

B. Other Items
- The IPPFA spring conference will be May 5-8, 2015, in East Peoria.
- A Special Meeting will be scheduled in the next week or two to approve the Annual Pay Increases and Disability Pension increases for Reed & Hathaway.
- It was reported that Treasurer Wilson is working on end of year 1099's and that the Annual Report to Retirees and list of Pension Board meetings was mailed out to Pensioners on January 6, 2015.

16. There being no further business to discussion, Monson moved to adjourn, seconded by Miller. Meeting adjourned at 4:21 p.m.

John Thompson, Secretary