Approved

BOARD OF TRUSTEES

of the

Policemen's Pension Fund

MINUTES OF THE SPECIAL JOINT MEETING OF THE BOARD OF TRUSTEES

Friday, February 20, 2015

1. The special joint meeting with the Firemen's Pension Board and Financial Advisor Chris Kittell was called to order by President Wilson at 10:04 a.m.

2. Roll call was taken. Present were President Phil Wilson, Secretary John Thompson, Trustees Doug Miller, Janet Myers, Lisa Monson, and City Treasurer Stephanie Wilson. Also present were members of the Danville Fire Pension Board and Financial Advisor Chris Kittel. Absent was Attorney James Dobrovolny.

3. Review of Investments with Chris Kittell
   A) Kittell of Raymond James presented the Board with the Police Plan Investments Report for the period of October 1, 2014 through December 31, 2014. The Police Pension Fund's Costs include BankChampaign Trust of $4,550.08, Eagle Asset Management of $4,776.13 and FLP Consulting Fees of $8,494.89 for a total amount of $17,821.10. Myers moved to accept and place on file the Financial Report Costs, seconded by Monson. On roll call vote:
      Ayes: Miller, Myers, Monson, Thompson, Wilson
      Nays: None
      Motion carried 5-0

   B) Kittel then reviewed investments with the Boards. Kittle provided copies of the Performance Report from BankChampaign for Account #1726, which is the Bond Account. Kittell advised the year to date report ending 12-31-14 indicates a return of 5.59% with a Composite Index Return being 5.37%. Kittel advised the current rate of return for the last reporting period (09-30-14 through 12-31-14) was 2.35% compared to the Composite Index Return of 2.82%. Kittell reviewed the information and breakdown as provided in the BankChampaign report. Kittell advised the fund investments consist of 53% being invested in equities and 47% in fixed accounts and cash. Kittell advised the Account performance since it was opened in July of 2009 is at 8.31%. Myers moved to accept and place on file the Investment Report ending 12-31-14, seconded by Monson. On roll call vote:
      Ayes: Miller, Myers, Monson, Thompson, Wilson
      Nays: None

Motion carried 5-0

C) Kittell reviewed the Eagle Asset report and recommended no changes at this time. He advised the Board that he was concerned with the T. Rowe Price Small Cap Fund, which has shown some decline, and that we needed to keep an eye on it and may have to sell it in the future. Myers moved to accept his recommendation to keep the investments the same at this time, with a note to watch T. Rowe Price investments, seconded by Monson. On roll call vote:

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

4. Motion to adjourn made by Myers, seconded by Monson. Meeting adjourned at 10:44 a.m.

John Thompson, Secretary