



The Police Pension Fund

VILLAGE OF LOMBARD

235 EAST WILSON AVE. LOMBARD, IL 60148

MINUTES OF A REGULAR MEETING OF THE LOMBARD POLICE PENSION FUND BOARD OF TRUSTEES OCTOBER 17, 2022

A regular meeting of the Lombard Police Pension Fund Board of Trustees was held on Monday, October 18, 2022 at 1:00 p.m. in the Chief's Conference Room located at 235 E. Wilson Avenue, Lombard, Illinois 60148, pursuant to notice.

CALL TO ORDER: Trustee Peterson called the meeting to order at 1:00 p.m.

ROLL CALL:

PRESENT: Trustees Jerry Peterson, Richard Spika, Dan Brink and Tom Wirsing
ABSENT: Trustee Benny Ranallo
ALSO PRESENT: Attorney Jeff Goodloe, Puchalski Goodloe LLC; John Falduto, Sawyer Falduto Asset Management, LLC; Finance Director Tim Sexton and Accountant Jessica Nawracaj, Village of Lombard; Michelle Rice, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *July 18, 2022 Regular Meeting:* The Board reviewed the July 18, 2022 regular meeting minutes. A motion was made by Trustee Wirsing and seconded by Trustee Brink to approve the July 18, 2022 regular meeting minutes as written. Motion carried unanimously by voice vote.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the eight-month period ending August 31, 2022 prepared by L&A. As of August 31, 2022, the net position held in trust for pension benefits is \$73,896,431.01 for a change in position of (\$13,642,508.38). The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report and Payroll Journal. A motion was made by Trustee Spika and seconded by Trustee Wirsing to accept the Monthly Financial Report as presented. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

Presentation and Approval of Bills: The Board reviewed the Vendor Check Report for the period June 1, 2022 through August 31, 2022 for total disbursements of \$277,907.37. A motion was made by Trustee Wirsing and seconded by Trustee Spika to approve the disbursements shown on the Vendor Check Report in the amount of \$277,907.37. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

Additional Bills, if any: The Board reviewed invoice #0000296 from Puchalski Goodloe LLC in the amount of \$2,313.02 for legal services rendered and IPPFA invoice #254 in the amount of \$795 for 2023 Membership Dues. A motion was made by Trustee Spika and seconded by Trustee Wirsing to approve payment of the additional bills as presented. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

Discussion/Possible Action – Cash Management Policy: The Board discussed their eCFM through State Street. A motion was made by Trustee Spika and seconded by Trustee Wirsing to direct L&A to submit a \$5,000 transfer request from State Street to the BMO Harris account to verify the accounts functionality. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

INVESTMENT REPORT: *Sawyer Falduto Asset Management, LLC* Mr. Falduto presented the Quarterly Investment Performance Report for the period ending July 31, 2022. As of July 31, 2022, the month net return is 5.0% versus the account benchmark of 5.6%. The investment return for the quarter is \$3,587,017 for an ending market value of \$74,955,218. The current asset allocation is as follows: Fixed Income at 51.9%, Equities at 47.7% and Cash Equivalents at 0.4%. Mr. Falduto reviewed the Market Commentary, Equity and Fixed Income Portfolios, Credit Rating Report and Transaction Ledger Report with the Board. A motion was made by Trustee Wirsing and seconded by Trustee Brink to accept the Quarterly Investment Performance Report as presented. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

IPOPIF – Verus Advisory Inc.: The Board reviewed the June 30, 2022 Investment Report provided by Verus Advisory Inc.

Statement of Results: The Board reviewed the August 2022 State Street Statement of Results.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: There were no applications for membership or withdrawals from the Fund.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Approve Regular Retirement Benefits – Matthew Bendicsen and Joseph Menolascino:* The Board reviewed the regular retirement benefit for Matthew Bendicsen. Patrolman Bendicsen had an entry date of April 5, 1999; retirement date of August 12, 2022; effective date of benefit of August 13, 2022; 50 years of age at date of retirement; 23 years of creditable service; applicable salary of \$111,135.67; applicable pension percentage of 57.50%; amount of originally granted monthly pension of \$5,325.25; amount of originally granted annual pension of \$63,903. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to approve the regular retirement benefits for Matthew Bendicsen calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

The Board reviewed the regular retirement benefit for Joseph Menolascino. Sergeant Menolascino had an entry date of September 9, 1996; retirement date of October 4, 2022; effective date of benefit of October 5, 2022; 50 years of age at date of retirement; 26 years of creditable service; applicable salary of \$133,266.63; applicable pension percentage of 65%; amount of originally granted monthly pension of \$7,218.61; amount of originally granted annual pension of \$86,623.32. A motion was made by Trustee Wirsing and seconded by Trustee Brink to approve the regular retirement benefits for Joseph Menolascino calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

TRUSTEE TRAINING UPDATES: The Board discussed upcoming training opportunities. Trustees were reminded to submit any certificates of completion to L&A for recordkeeping.

Approval of Trustee Training Registration Fees and Reimbursable Expenses: There were no trustee training registration fees or reimbursable expenses presented for approval.

OLD BUSINESS: *Chicago Police to Lombard Police Transfer Request – Cory Cairo, Cesar Castellanos, Sabrina Hernandez, Kinga Stanek and Jashuwa Turbe:* The Board noted that Cory Cairo, Cesar Castellanos, Sabrina Hernandez, Kinga Stanek and Jashuwa Turbe submitted requests to transfer time from Chicago Police to Lombard Police. The Board discussed the interest rate to utilize for the calculations and directed L&A to use the assumed rate of return from the most recent actuarial valuation. Updates will be provided to the Board as they become available.

NEW BUSINESS: *Discussion/Possible Action – Conversion of Physical Checks to Direct Deposit:* The Board discussed pension benefits being paid through a physical check. A motion was made by Trustee Wirsing and seconded by Trustee Spika to direct L&A to convert all physical checks to direct deposit. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

Establish 2023 Board Meeting Dates: The Board discussed establishing the 2023 Board meeting dates as January 11, 2023 at 11:00 a.m.; April 17, 2023; July 17, 2023; and October 16, 2023 at 1:00 p.m. in the Chief's Conference Room located at 235 E. Wilson Avenue, Lombard, Illinois 60148. A motion was made by Trustee Spika and seconded by Trustee Wirsing to establish the 2023 Board meeting dates as stated. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

COMMUNICATIONS AND REPORTS: *Affidavits of Continued Eligibility:* The Board noted that the one remaining 2021 Affidavit of Continued Eligibility has been received. L&A will mail 2022 Affidavits of Continued Eligibility to all pensioners in December. A status update will be provided at the next regular meeting.

ATTORNEY'S REPORT – PUCHALSKI GOODLOE LLC: *QILDRO – Garrett Klunk:* Attorney Goodloe apprised the Board that QILDRO documentation for Garrett Klunk has been received. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to approve the QILDRO documentation as prepared. Motion carried by roll call vote.

AYES: Trustees Peterson, Spika, Brink and Wirsing
NAYS: None
ABSENT: Trustee Ranallo

Attorney Goodloe noted that correspondence was issued to the alternate payee and their legal counsel with the necessary documentation to complete the required QILDRO Calculation Order, but no response has been received to date. Further discussion will be held at the next regular meeting.


Independent Medical Examination – Joseph Metallo: Attorney Goodloe apprised the Board that Joseph Metallo is scheduled to attend his annual independent medical examination. Further discussion will be held at the next regular meeting.

Legal Updates: Attorney Goodloe discussed recent legislative news pertaining to Article 3 Pension Funds; including recent court cases and decisions, as well as general pension matters.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

ADJOURNMENT: A motion was made by Trustee Spika and seconded by Trustee Wirsing to adjourn the meeting at 2:08 p.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for January 11, 2023 at 11:00 a.m.



Board President or Secretary

Minutes approved by the Board of Trustees on 11/11/23

Minutes prepared by Michelle Rice, Pension Services Administrator, Lauterbach & Amen, LLP