



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 APRIL 18, 2022

A regular meeting of the Lombard Police Pension Fund Board of Trustees was held on Monday, April 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 Ranallo called the meeting to order at 1:00 p.m.

ROLL CALL:

PRESENT: Trustees Benny Ranallo, Jerry Peterson, Richard Spika, Dan Brink and Tom Wirsing

ABSENT: None

ALSO PRESENT: Attorney Jeff Goodloe, Puchalski Goodloe LLC; John Falduto and Tom Sawyer, Sawyer Falduto Asset Management, LLC; Accountant Jessica Nawracaj, Village of Lombard; Michelle Rice, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *January 10, 2022 Regular Meeting:* The Board reviewed the January 10, 2022 regular meeting minutes. A motion was made by Trustee Wirsing and seconded by Trustee Spika to approve the January 10, 2022 regular meeting minutes as written. Motion carried unanimously by voice vote.

March 16, 2022 Special Meeting: The Board reviewed the March 16, 2022 special meeting minutes. A motion was made by Trustee Wirsing and seconded by Trustee Ranallo to approve the March 16, 2022 special meeting minutes as written. Motion carried unanimously by voice vote.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report and Presentation and Approval of Bills:* The Board reviewed the Monthly Financial Report for the three-month period ending March 31, 2022 prepared by L&A. As of March 31, 2022, the net position held in trust for pension benefits is \$80,727,701.18 for a change in position of (\$6,811,238.21). The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report, Payroll Journal and Vendor Check Report for the period January 1, 2022 through March 31, 2022 for total disbursements of \$263,872.18. A motion was made by Trustee Spika and seconded by Trustee Brink to accept the Monthly Financial Report as presented and to approve the disbursements shown on the Vendor Check Report in the amount of \$263,872.18. Motion carried by roll call vote.

AYES: Trustees Ranallo, Peterson, Spika, Brink and Wirsing

NAYS: None

ABSENT: None

Additional Bills, if any – IDOI Compliance Fee: The Board reviewed invoice #0000171 from Puchalski Goodloe LLC in the amount of \$2,337.52 for legal services rendered and noted that the IDOI Compliance Fee will be issued. A motion was made by Trustee Peterson and seconded by

Trustee Spika to approve payment of the additional bills as presented. Motion carried by roll call vote.

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

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Quarterly Investment Performance Report:* Mr. Falduto presented the Quarterly Investment Performance Report for the period ending March 31, 2022. As of March 31, 2022, the first quarter net return is (6.3%) versus the first quarter account benchmark of (5.3%). The investment return for the quarter is (\$5,426,028) for an ending market value of \$80,618,883. The current asset allocation is as follows: Fixed Income at 48.4%, Equities at 51.2% and Cash Equivalents at 0.4%. Mr. Sawyer 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 Spika and seconded by Trustee Wirsing to accept the Quarterly Investment Performance Report as presented. Motion carried unanimously by voice vote.

Review/Update Investment Policy: The Board discussed the Investment Policy and determined that no changes are required at this time.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Applications for Membership – Cesar Castellanos and Jashuwa Turbe:* The Board reviewed the Applications for Membership submitted by Cesar Castellanos and Jashuwa Turbe. A motion was made by Trustee Wirsing and seconded by Trustee Peterson to accept Cesar Castellanos and Jashuwa Turbe effective January 3, 2022 as Tier II participants. Motion carried unanimously by voice vote.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Approve Deferred Retirement Benefits – Eric Herbst:* The Board reviewed the revised deferred regular retirement benefits for Eric Herbst prepared by L&A. Patrol Officer Herbst had an entry date of September 20, 2004; retirement date of October 6, 2021; effective date of pension of June 2, 2040; 60 years of age at date of retirement; 17 years of creditable service; applicable salary of \$109,699.88; applicable pension percentage of 42.50%; amount of originally granted monthly pension of \$3,885.20; and amount of originally granted annual pension of \$46,622.40. A motion was made by Trustee Spika and seconded by Trustee Brink to approve the deferred regular retirement benefits for Eric Herbst calculated by L&A. Motion carried by roll call vote.

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

Approve Regular Retirement Benefits – John Cozzi: The Board reviewed the regular retirement benefits for John Cozzi prepared by L&A. Sergeant Cozzi had an entry date of March 29, 1999; retirement date of May 28, 2022; effective date of pension of May 29, 2022; 50 years of age at date of retirement; 23 years of creditable service; applicable salary of \$133,266.66; applicable pension percentage of 57.5%; amount of originally granted monthly pension of \$6,385.69; and amount of originally granted annual pension of \$76,628.28. A motion was made by Trustee Wirsing and seconded by Trustee Spika to approve the regular retirement benefits for John Cozzi calculated by L&A. Motion carried by roll call vote.

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

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: The Board discussed Trustee Spika's attendance at the 2022 IPPFA Spring Conference and Trustee Brink's attendance at the 2022 IPFA Spring Conference. A motion was made by Trustee Spika and seconded by Trustee Ranallo to approve the necessary expenses for Trustees Spika and Brink to complete their required training. Motion carried by roll call vote.

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

OLD BUSINESS: *Acknowledge IPOPIF Notice of Re-Assigned Transfer Date, Adopt Resolution and Execute Exhibits:* Attorney Goodloe apprised the Board that their extension request was granted by IPOPIF, but no re-assigned tranche date has been received. Attorney Goodloe reviewed the resolution and associated exhibits provided by IPOPIF. Further discussion will be held at the next regular meeting.

Discussion/Possible Action – Cash Management Policy and Discussion/Possible Action – eCFM Access Form and Resolution Establishing Authorized Account Representatives: A motion was made by Trustee Brink and seconded by Trustee Spika to table the approval of the resolution, associated exhibits and the eCFM access form and resolution until a tranche date assignment has been received by IPOPIF. Motion carried by roll call vote.

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

NEW BUSINESS: *Chicago Police to Lombard Police Transfer Request – Cesar Castellanos and Jashuwa Turbe:* The Board noted that Cesar Castellanos and Jashuwa Turbe submitted requests to transfer time from Chicago Police to Lombard Police. L&A will prepare the calculations once the additional documentation is provided by the members. Updates will be provided to the Board as they become available.

Certify Board Election Results – Active and Retired Member Positions: L&A conducted an election on behalf of the Pension Fund for one of the two active member positions. Benny Ranallo ran unopposed and was re-elected for a two-year term expiring May 14, 2024. A motion was made by Trustee Wirsing and seconded by Trustee Brink to certify the active member election results. Motion carried by roll call vote.

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

The Board noted there is an ongoing election for the retiree position. Further discussion will be held at the next regular meeting.

IDOI Annual Statement: The Board noted that the IDOI Annual Statement is currently in process and the final report will be sent to the Board for review upon completion.

COMMUNICATIONS AND REPORTS: *Statements of Economic Interest:* The Board was reminded that the Statements of Economic Interest are due by May 1, 2022.

Affidavits of Continued Eligibility: The Board noted that one 2021 Affidavit of Continued Eligibility remains outstanding. Trustee Spika will reach out to the outstanding pensioner to request a completed copy. Further discussion will be held at the next regular meeting.

ATTORNEY'S REPORT – PUCHALSKI GOODLOE LLC: *Independent Medical Examinations – Francis Vivo and Joseph Metallo:* Attorney Goodloe apprised the Board that Francis Vivo reached age 50 in January 2022 and correspondence was received by Mr. Vivo's Attorney indicating he is no longer required to attend annual IME's. The Board will not pursue further annual IME's for Francis Vivo due to reaching age 50.

Attorney Goodloe apprised the Board that documentation was sent to Joseph Metallo regarding his annual IME with a response date by May 4, 2022. 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 Peterson to adjourn the meeting at 2:00 p.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for July 18, 2022 at 1:00 p.m.



Board President or Secretary

Minutes approved by the Board of Trustees on _____

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