

MINUTES OF THE MEETING OF THE BOARD OF TRUSTEES OF THE POLICE PENSION FUND OF THE VILLAGE OF WILLOWBROOK HELD ON JANUARY 30, 2013, AT THE VILLAGE HALL, 7760 QUINCY STREET, WILLOWBROOK, DUPAGE COUNTY, ILLINOIS

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1. CALL TO ORDER

The meeting was called to order at the hour of 3:05 p.m. by President Umberto Davi.

2. ROLL CALL

Those present at roll call were President Davi, Trustees Scott Eisenbeis and Joseph Pec. Also present: Interim Director of Finance Carrie Dittman; Ted Kirpach and Robert Thompson of MB Financial.

Absent: Trustee Timothy Kobler.

3. APPROVAL - MINUTES OF THE REGULAR MEETING -  
October 29, 2012

The Board reviewed the minutes from the October 29, 2012 meeting.

MOTION: Made by Trustee Pec, seconded by Trustee Eisenbeis to approve the minutes of the regular meeting of the Police Pension Fund Board of Trustees held on October 29, 2012.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

4. APPROVAL OF EXPENSES INCURRED OCTOBER 2012 THRU JANUARY 2013

Director Dittman reviewed the expenses incurred October 2012 thru January 2013. She noted that the report has expenses thru January 2013. The January expenditure have not been dispersed as of yet.

After a discussion by the Board, the following motion was made:

MOTION: Made by Trustee Eisenbeis, seconded by Trustee Pec, to approve the expenses incurred for October 2012 thru January 2013.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

5. APPROVAL OF INVESTMENTS MADE OCTOBER THRU DECEMBER 2012 -  
QUARTERLY INVESTMENT REPORT - MB FINANCIAL BANK

Robert Thompson, representing MB Financial Bank, summarized the quarterly investment report for the Police Pension Board.

Mr. Thompson advised the fourth quarter ended December 31, 2012 very favorable. The total fund value is at \$15,748,741.00. He summarized the portfolio allocations are targeted at 50% in equities, 50% in fixed income. The market took us to 52.83% in equities and 47.17% in fixed income.

This quarter, the fund was up 1.16% vs. the broad benchmark at 0.63%. Based on the 12-month period, the fund is up 10.38% vs. the benchmark of 9.25%.

Equities for the quarter are up 1.94%, fixed income up 0.39%, Mutual Fund Real Estate up 6.46% and commodities were down - 2.43%.

The Account Activity summary for the quarter is up \$181,276.00; and for the year it is up \$1,472,300.00.

Mr. Kirpach advised 2012 was a good year despite the fiscal cliff in Washington. The stock market continued to do well through December. Moving forward with Treasury's, there is no big waiting there. Added money was going into the Treasury market bringing down the yields during the last quarter but has started to reverse. For the third quarter of 2012, the Commerce Department had recorded that the Gross Domestic Product (GDP) was up 3.1%. The fourth quarter GDP was down -0.1% as of today. There will be three looks at the GDP with today's being the first. We may actually see that it went up in the fourth quarter by the third review. Consumer spending and confidence has picked up. The housing market has seemed to hit the bottom while the new sales of homes are up and favorable.

Mr. Kirpach advised that 2013 should be a fairly good year for the stock market. This will also be a challenging time for the bond market. It is best to be shorter dated on the bond side vs. longer dated which may have a negative performance.

After a discussion by the Board, the following motion was made:

MOTION: Made by Trustee Pec, seconded by Trustee Eisenbeis to approve MB Financial's Quarterly report.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

6. INFORMATION - RENEWAL APPLICATION - FIDUCIARY INSURANCE

President Davi was asked by Recording Secretary Hahn to sign the completed annual Fiduciary Insurance application. The renewal policy is effective January 15, 2013 for the term of one year.

7. APPROVAL - INCREASE IN PENSION BENEFITS

Director Dittman reviewed information on the statutory increases in pension benefits effective January 1, 2013. Joseph Pec, Edward Konstanty, and Michal Kurinec get a 3% increase of their current pension. Stephen Finlon, Francis (Pat) Foley, William Bozek, and John Barnacle will not be entitled to an increase until they reach the age of 55.

Paul Oggerino will receive his first monthly pension check in January 2013 at a prorated amount. Beginning February 2013, he will receive his full amount of pension. Paul is not eligible for an increase until he reaches the age of 55 also.

Joseph Dusek gets a 3% increase of his original pension. James McCarthy is not entitled to an increase in his monthly disability pension until he becomes 60 years of age. Mrs. Martha Klevin will continue to receive her fixed monthly widow's benefit.

After a discussion by the Board, the following motion was made:

MOTION: Made by President Davi, seconded by Trustee Pec, to approve the statutory increases in pension benefits for eligible participants effective January, 2013.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

8. VISITOR BUSINESS

None presented.

9. NEW BUSINESS

None presented.

10. OLD BUSINESS

Director Dittman advised that former police officer Fredrick Willey has \$18,601.98 in his pension. After Mr. Willey passed away in January 2007, to date no beneficiary or his estate has requested a claim to this money. A registered letter will be sent to his surviving child/beneficiary, Amanda Willey, along with a copy of the letter to Mr. Willey's estate attorney Richard Reimer, advising her of the money and the necessary documentation to make claim of ownership. If the money is not claimed, it will be forwarded to the State of Illinois' Treasurer's Office as abandoned/unclaimed property.

11. COMMUNICATIONS

None presented.

12. ADJOURNMENT

MOTION: Made by Trustee Pec, seconded by Trustee Eisenbeis to adjourn the meeting of the Board of Trustees of the Police Pension Fund at the hour of 3:50 p.m.

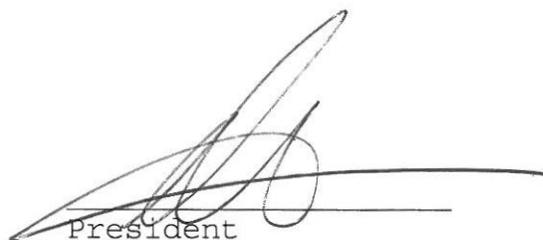
UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

PRESENTED, READ and APPROVED,

4-17-13

Date



President

Minutes transcribed by Debbie Hahn.