

MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES OF THE POLICE PENSION FUND OF THE VILLAGE OF WILLOWBROOK HELD ON OCTOBER 18, 2010, AT THE VILLAGE HALL, 7760 QUINCY STREET, WILLOWBROOK, DUPAGE COUNTY, ILLINOIS

1. CALL TO ORDER

The meeting was called to order at the hour of 3:07 p.m. by Vice President Tim Kobler.

2. ROLL CALL

Those present at roll call were Trustees Scott Eisenbeis, Tim Kobler and Joseph Pec. Also present was Dave Harrington from MB Financial Bank. ABSENT: President Umberto Davi and Trustee Sue Stanish.

3. APPROVAL OF MINUTES OF REGULAR MEETING - 07/26/10

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

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 July 26, 2010.

ROLL CALL VOTE: AYES: Trustee Eisenbeis, Trustee Kobler, and Trustee Pec; NAYS: None; ABSENT: President Davi and Trustee Stanish.

MOTION DECLARED CARRIED

4. APPROVAL OF EXPENSES INCURRED JULY THRU SEPTEMBER, 2010

Vice President Kobler summarized the expenses of the Pension Fund as follows: 1) Pension Benefits-Foley-\$19,288.44; 2) Pension Benefits-Kleven-\$9,347.67; 3) Pension Benefits-Konstanty-\$22,045.92; 4) Pension Benefits-Pec-\$19,099.23; 5) Disability Benefits-Dusek-\$7,773.78; 6) Disability Benefits-McCarthy-\$4,862.01; 7) Financial Management Fees-\$5,301.69; 8) Tepfer Consulting/Actuary Report-\$1,600.00; and 9) REFUND NIU/IPPPA Conference/Eisenbeis-\$35.00. The total expenditures for the Pension Fund for July thru September 2010 were \$89,283.74.

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

MOTION: Made by Trustee Pec, seconded by Trustee Eisenbeis, to approve the expenditures in the amount of \$89,283.74 incurred by the Police Pension Fund for July thru September 2010.

ROLL CALL VOTE: AYES: Trustee Eisenbeis, Trustee Kobler, and Trustee Pec; NAYS: None; ABSENT: President Davi and Trustee Stanish.

MOTION DECLARED CARRIED

5. APPROVAL OF INVESTMENTS MADE JULY THRU SEPTEMBER 2010 - QUARTERLY INVESTMENT REPORT - MB FINANCIAL BANK

Dave Harrington, representing MB Financial Bank, summarized the quarterly investment report for the Pension Fund Board.

Mr. Harrington stated that all aspects of the fund did well. The total fund was up 6.54%. The fund began the quarter at \$11,987,746 and after additions and changes due to investments, ended at \$12,930,094.

Mr. Harrington summarized the portfolio allocations with 39.07% in equities, 0.80% in cash/cash equivalents, 1.54% in Mutual Funds, 2.19% in Commodities, and 56.41% of the portfolio in fixed income securities. The 39.07% equity was invested 65.65% in large cap U.S. stocks, 5.21% in mid cap U.S. stocks, 10.6% in small cap U.S. stocks, 17.07% in international stocks, and 1.48% in emerging markets; and the 56.41% fixed income was invested in 10.86% U.S. Treasuries, 66.57% in U.S. Agencies, 19.75% in Municipal Bonds, 1.38% in U.S. Mortgage Backed Securities, and 1.43% in Certificates of Deposit.

Mr. Harrington stated that the emerging market funds were added in the equity section because they have the best long term growth exposure.

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

MOTION: Made by Trustee Pec, seconded by Trustee Eisenbeis, to approve the investments and recommendations made by MB Financial Bank on behalf of the Police Pension Fund from July thru September 2010.

ROLL CALL VOTE: AYES: Trustee Eisenbeis, Trustee Kobler, and Trustee Pec; NAYS: None; ABSENT: President Davi and Trustee Stanish.

MOTION DECLARED CARRIED

6. APPROVAL - ACTUARIAL REPORT - FISCAL YEAR 2011

Trustee Kobler reviewed the Actuarial Valuation Report for the period beginning May 1, 2010 and ending April 30, 2011.

Trustee Kobler stated that there has been a change in the state statute and the Actuary Report must be presented to the Village Board. Trustee Kobler stated that he would do the presentation.

The fund is well funded at 80.8%.

Trustee Kobler stated that the first actuarial calculation is based on Level Dollar Percentage is \$592,426.00. The second actuarial calculation is based on Level Percentage of Payroll is \$505,426.00. The Board acknowledged that the level percentage of payroll is typically the amount that the Village contributes.

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

MOTION: Made by Trustee Pec, seconded by Trustee Kobler to approve the actuarial report prepared by Tepfer Consulting for Fiscal Year 2011.

ROLL CALL VOTE: AYES: Trustee Eisenbeis, Trustee Kobler, and Trustee Pec; NAYS: None; ABSENT: President Davi and Trustee Stanish.

MOTION DECLARED CARRIED

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

MOTION: Made by Trustee Pec, seconded by Trustee Eisenbeis that the Pension Board recommends the contribution based on Level Dollar funding amount of \$592,426 but the Pension Board understands that the Village Board will follow the state statute recommendation of \$505,426 contribution.

ROLL CALL VOTE: AYES: Trustee Eisenbeis, Trustee Kobler, and Trustee Pec; NAYS: None; ABSENT: President Davi and Trustee Stanish.

MOTION DECLARED CARRIED

7. NEW BUSINESS

Trustee Eisenbeis requested that the Village Board be approached to reappoint Sue Stanish as the Treasurer of the Pension Fund.

Trustee Pec indicated that at the IPPFA Conference that effective January 1, 2011, a change in state statute indicated that an agenda item needs to be added for public comments and to have the Rules and Regulations updated to indicate such.

8. OLD BUSINESS

There was no old business.

9. COMMUNICATIONS

There were no communications.

10. ADJOURNMENT

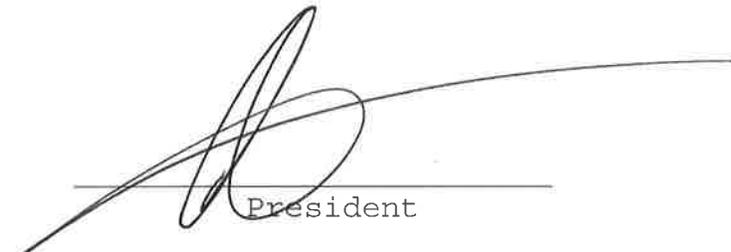
MOTION: Made by Trustee Kobler, seconded by Trustee Eisenbeis to adjourn the meeting of the Board of Trustees of the Police Pension Fund at the hour of 3:31 p.m.

ROLL CALL VOTE: AYES: Trustee Eisenbeis, Trustee Kobler, and Trustee Pec; NAYS: None; ABSENT: President Davi and Trustee Stanish.

MOTION DECLARED CARRIED

PRESENTED, READ and APPROVED,

January 22, 2011



President

Minutes transcribed by Cindy Stuchl.