

MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES OF THE POLICE PENSION FUND OF THE VILLAGE OF WILLOWBROOK HELD ON APRIL 17, 2009, 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 3:10 p.m. by President Umberto Davi.

2. ROLL CALL

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

3. APPROVAL OF MINUTES OF REGULAR MEETING - 01/16/09

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

MOTION: Made by Trustee Stanish, seconded by President Davi, to approve the minutes of the regular meeting of the Police Pension Fund Board of Trustees held on January 16, 2009.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

4. APPROVAL OF EXPENSES INCURRED JANUARY THRU MARCH, 2009

Trustee Stanish summarized the expenses of the Pension Fund as follows: 1) Pension Benefits-Kleven-\$9,075.42; 2) Pension Benefits-Pec-\$12,001.90; 3) Disability Benefits-Dusek-\$7,633.29; 4) Disability Benefits-McCarthy-\$4,862.01; 5) Thompson, Rosenthal & Watts LLP-Legal Fee-\$39.00; 6) Financial Management Fees-\$4,259.46; and 7) IPPFA-Annual Dues-\$750.00. The total expenditures for the Pension Fund for January thru March 2009 were \$38,621.08.

Trustee Stanish stated that the legal fees were in reference to a phone call made to John Broihier in regards to the timing of pension payments to Joseph Pec. After a brief discussion by the Board, the following motion was made:

MOTION: Made by Trustee Kobler, seconded by President Davi, to approve the expenditures in the amount of \$38,621.08 incurred by the Police Pension Fund for January thru March 2009.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

5. APPROVAL OF INVESTMENTS MADE JANUARY THRU MARCH 2009 -
QUARTERLY INVESTMENT REPORT - MB FINANCIAL BANK

Doug Briles, representing MB Financial Bank, summarized the quarterly investment report for the Pension Fund Board. Mr. Briles noted that for the quarter that ended 03/31/09 the cash and cash equivalents return of the portfolio made a 0.19% return for the fund, the fixed income return was -0.68%, and the equity portion of the portfolio had a -10.75% return. The total return for the quarter was -4.22%. Mr. Briles stated that since inception, the annualized return was 4.85%.

Dave Harrington of MB Financial Bank summarized the portfolio allocations with 34% in equities, 1% in cash/cash equivalents and 65% of the portfolio in fixed income securities. The 1.0% cash equivalent was 100% in money markets; the 34% equity was invested 64% in large cap U.S. stocks, 15% in small cap U.S. stocks, 15% in international stocks, 3% in REIT funds, and 3% in hard assets; and the 65% fixed income was invested in 19% U.S. Treasuries, 64% in U.S. Agencies, 13% in Municipal Bonds, 2% in U.S. Mortgage Backed Securities, and 2% in Certificates of Deposit.

Mr. Harrington stated that the Hard Asset fund in the Equity Sector refers to commodities fund. Mr. Harrington stated that once the market starts to improve, commodities should do well.

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

MOTION: Made by Trustee Kobler, seconded by President Davi, to approve the investments and recommendations made by MB Financial Bank on behalf of the Police Pension Fund from January thru March 2009.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

6. NEW BUSINESS

There was no new business.

7. OLD BUSINESS

President Davi requested an update on a comment from the minutes of 01/16/09 regarding the discussion of requesting a new actuary report. Trustee Stanish stated that she spoke with Art Tepfer and he related that it was not necessary. Trustee Stanish stated that this was brought up due to other municipalities having new reports run based on portfolio losses.

a. Fiduciary Insurance

Trustee Kobler stated that he spoke with a representative from Mesirow and received information but did not have it in time for this packet. They provided an overview of their company and an application. President Davi recommended that the application be submitted in order to receive a sampling of coverage and premium costs.

Trustee Stanish will complete the Mesirow application so the Board can review the various quotes.

b. Rules & Regulations

Trustee Stanish stated that she would contact the Pension attorney to request a price quote to review the packet.

Pension Board members agreed to table further discussion until all members are present.

8. COMMUNICATIONS

Trustee Stanish stated that she had received a phone call from Merrill Lynch wanting to speak with President Davi directly. Trustee Stanish told the caller that we do not give out personal phone number. The caller was wishing to attend a Board meeting and push their services. Trustee Stanish stated that she advised the caller that we have

money managers and do not wish to make any changes. Trustee Stanish also told them that they could send information and it will be presented to the rest of the Board members.

The other Board members advised Trustee Stanish that she can dispose of any materials that she receives.

9. ADJOURNMENT

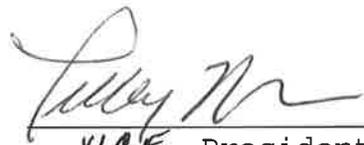
MOTION: Made by Trustee Kobler, seconded by President Davi to adjourn the meeting of the Board of Trustees of the Police Pension Fund at the hour of 3:45 p.m.

UNANIMOUS VOICE VOTE

MOTION DECLARED CARRIED

PRESENTED, READ and APPROVED,

July 24 , 2009



VICE President

Minutes transcribed by Cindy Stuchl.