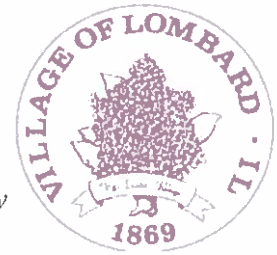




LOMBARD FIREFIGHTERS' PENSION FUND



George Seagraves – President *Ray Kickert – Secretary*
Timothy Moran – Vice President *Thomas Willis – Trustee*
Paul DiRienzo – Fire Chief/Trustee

THE REGULAR MEETING MINUTES OF THE LOMBARD FIREFIGHTERS' PENSION FUND BOARD OF TRUSTEES JANUARY 20, 2015

A regular meeting of the Lombard Firefighters' Pension Fund Board of Trustees was held on Tuesday, January 20, 2015 at 2:00 pm at 255 E. Wilson, Lombard, IL 60148, pursuant to notice.

CALL TO ORDER: President Seagraves called the meeting to order at 2.00 pm.

ROLL CALL:

PRESENT: President George Seagraves, Vice President Timothy Moran, Secretary Ray Kickert, Trustees Thomas Willis and Paul DiRienzo

ABSENT: None

ALSO PRESENT: Board Attorney Charles Atwell, Atwell & Atwell; Terese Krafcheck and Spencer Klein, MB Financial; Jamie Cunningham, Village of Lombard; Stephanie Bay and Stefanie Bravo, Lauterbach & Amen, LLP (I&A)

PUBLIC COMMENT: None

APPROVAL OF MINUTES: The Board reviewed the minutes from the October 24, 2014 regular meeting. A motion was made by Trustee Kickert and seconded by Trustee Willis to approve the October 24, 2014 regular meeting minutes.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo

NAYS: None

ABSENT: None

Semi-Annual Review of Closed Session Meeting Minutes: The Board determined there were two disability hearings that entered closed session. A motion was made by Trustee Moran and seconded by Trustee Kickert not to release any closed session meeting minutes to the public at this time. Motion carried unanimously by voice vote.

INVESTMENT REPORT:

MB Financial Quarterly Report: Ms. Krafcheck presented the Performance Report as of December 31, 2014. As of December 31, 2014, the quarter-to-date return is 1.91% for a total earnings of \$966,426 and an ending market value with accrued income of \$51,535,512. The fiscal year-to-date return is 5.56% for a total earnings of \$2,720,850. The current asset allocation is as follows: Equity at 47.22%, Fixed Income at 43.90%, Alt. Strategies at 4.15% and Cash & Equivalents at 4.74%. Mr. Klein informed the Board that MB Financial has not yet invested in the fixed income mutual funds which the Board approved at the last meeting. Mr. Klein informed the Board that MB Financial will be transferring funds from the Scout International Fund to the Oppenheimer Fund. A motion was made by Trustee Kickert and seconded by Trustee Willis to accept the December 31, 2014 Performance Report.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo

NAYS: None

ABSENT: None

ACCOUNTANT'S REPORT:

Monthly Financial Report: The Board reviewed the Monthly Financial Report for the twelve month period ending December 31, 2014. As of December 31, 2014, the net position held in trust for pension benefits is \$52,414,423.33 with a change in position of \$2,301,799.96. The Board reviewed the Cash Analysis Report, Revenue Report,

Expense Report and Member Contribution Report. A motion was made by Trustee Kickert and seconded by Trustee Moran to accept the December 31, 2014 Monthly Financial Report.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

Quarterly Disbursement Summary: The Board reviewed the Payroll Journals from October 1, 2014 through December 31, 2014, for a total payroll disbursement of \$673,085.24. It was noted that there was an increase in the payroll disbursements due to Art Peter's retirement. A motion was made by Trustee Moran and seconded by Trustee Willis to approve the payroll disbursements made from October 1, 2014 to December 31, 2014, in the amount of \$673,085.24.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

Presentation and Approval of Bills: The Board reviewed the Vendor Checks Report from October 1, 2014 through December 31, 2014, for a total vendor disbursement of \$74,302.74. A motion was made by Trustee Kickert and seconded by Trustee Moran to approve the Vendor Checks Report from October 1, 2014 through December 31, 2014, in the amount of \$74,302.74.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

Additional Bills, if any: There were no additional bills at this time.

OLD BUSINESS:

Clarification of Greg Sauchuk's QILDRO: The Board reviewed Exhibit A of the QILDRO Calculation Court Order. It was determined that it does not agree with the QILDRO. The Board directed Mr. Atwell to contact the Attorney who prepared the QILDRO documents for further clarification.

Duty Disability Update- Paul Jakusz: Mr. Atwell informed the Board that he is still awaiting medical records. Further discussion will be held at the next meeting.

Approve Lauterbach & Amen Engagement Letter - PSA: The Board reviewed the two year Lauterbach & Amen engagement letter for pension services administration (PSA). A motion was made by Trustee Kickert and Trustee Moran to approve the I.&A engagement letter for PSA services in the amount of \$875 per month for fiscal year ending December 31, 2015 and \$900 per month for fiscal year ending December 31, 2016.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

Trustee Training Update: The Board was presented with the Trustee Training Summary and upcoming training opportunities.

NEW BUSINESS:

Fiduciary Liability Insurance Renewal: Ms. Cunningham reviewed the Fiduciary Liability Insurance Renewal with the Board. A motion was made by Trustee Kickert and seconded by Trustee Moran to approve payment of the Fiduciary Liability Insurance premium in the amount of \$5,456.00.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

Approve 2015 Cost of Living Adjustments for Pensioners: Ms. Cunningham informed the Board that Village Accountant, Brian Koehler, reviewed the 2015 Cost of Living Adjustments and agrees with the figures as calculated

by L&A (see attached). A motion was made by Trustee Moran and seconded by Trustee Kickert to approve the 2015 Cost of Living Adjustments for pensioners as presented.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

Approval of Regular Retirement Benefits- Charles Faivre: The Board was informed that Mr. Kochler submitted the retirement paperwork for Charles Faivre to L&A. L&A will calculate his regular retirement benefits and the calculation will be presented at the next quarterly meeting for Board approval.

Resignation of Active Member- Daniel Stevenson: The Board was informed by L&A that the proper paperwork required for a contribution refund was mailed to Mr. Stevenson. Daniel Stevenson's last day worked was January 12, 2015.

Review Board of Trustees Term Expirations- President Seagraves and Secretary Kickert: The Board determined that President Seagraves' appointment expires in May and Secretary Kickert's term expires in April. L&A will conduct the active member elections on the behalf of the Fund. The Board requested that an administrative coordinator of the Village collect the nomination forms. The Board would like to have anyone interested in being elected to only nominate themselves. A motion was made by Trustee Moran and seconded by Trustee Willis directing L&A to conduct the active member elections.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

OTHER BUSINESS:

IMET Status Update: Ms. Cunningham informed the Board that IMET has recovered 86% of the funds thus far. Further updates will be forthcoming.

ATTORNEY'S REPORT:

Legal Updates: Mr. Atwell informed the Board of recent legal updates regarding court cases and decisions.

CLOSED SESSION, IF NEEDED: None

APPROVE TRUSTEE TRAINING HOURS FOR MEETING: A motion was made by Trustee Kickert and seconded by Trustee Moran to approve one hour of trustee training for Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo from the January 20, 2015 meeting. Motion carried unanimously by voice vote.

ADJOURNMENT: A motion was made by Trustee Moran and seconded by Trustee DiRienzo to adjourn the meeting at 3:39 pm.

AYES: Trustees Seagraves, Moran, Kickert, Willis, and DiRienzo
NAYS: None
ABSENT: None

George Seagraves, President

Ray Kickert, Secretary

Minutes approved by the Board of Trustees on _____ (date).

Minutes prepared by Stefanie Bravo, Pension Services Administrator

~The next Board meeting is scheduled for April 21, 2015 at 2:00 pm. ~