

MINUTES
ROCKFORD POLICE PENSION BOARD
MAY 27, 2015

MEMBERS PRESENT: Jeff Nielsen, President
Marcia Mueller, V.P.
Joe Stevens, Secretary
Paul Swanberg, Assist. Secretary
Scott Laue, Trustee

ABSENT:

ALSO PRESENT: Roberta Holzwarth - Holmstrom & Kennedy
Mike Piotrowski – Marquette Associates

GUESTS:

STAFF: Linda Wlaznik, Finance

The May 27, 2015 Rockford Police Pension Board convened at City Hall 425 E. State St., Jeff Nielsen called the meeting to order at 8:10 am.

Motion by Mueller and seconded by Laue to approve the April 16, 2015 minutes of the Board meeting as amended. APPROVED.

PUBLIC COMMENT

NONE

CASH & INVESTMENT REPORT

Piotrowski stated that page one illustrates the performance of the fund through April 2015. Total plan assets are approximately \$180 million. The long-term strategic policy is set by the police pension board; the asset allocations are managed according to the policy. Illinois State Statutes are fairly restrictive for Article III and IV of the Police and Fire Pension funds.

Piotrowski spoke about the status of the managers. Kayne Anderson Rudnik was removed from alert status. PIMCO remains on alert status for organizational changes.

Motion by Mueller and seconded by Laue to approve withdrawal of \$975,000 from Vanguard REIT Index fund for cash needs. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve purchases and sales. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

CITY BILLS

Motion by Mueller and seconded by Laue to approve April City Services of \$9,741.67. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve April postage charges of \$169.28. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve payment to Holmstrom & Kennedy, P.C. for April attorney fees for general in the amount of \$787.50. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve payment to Holmstrom & Kennedy, P.C. for March attorney fees for the Gulbrantson disability matter in the amount of \$1,978.74, which includes services in the amount of \$1,946.25 and disbursements in the amount of \$32.49. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve payment to the Illinois Department of Insurance (IDOI) for the compliance fee in the amount of \$8,000.00. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the payment to Segall Bryant & Hamill for Investment Management fees for the period of April 1, 2015 through June 30, 2015 in the amount of \$18,913.72. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the payment to Marquette Associates for Investment consulting fees for the period of May 1, 2015 through July 31, 2015 in the amount of \$16,250.00. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the payment to Kayne Anderson Rudnick for Investment Management fees for the period of January 1, 2015 through March 31, 2015 in the amount of \$31,076.00. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

OLD BUSINESS

Motion by Mueller and seconded by Laue to approve the custodial US Bank letter authorizing Chris Black, removing Thaddeus Dutkiewicz, adding account numbers and clarifying that it is Fidelity Diversified International Fund. APPROVED.

Attorney Holzwarth stated that examinations have been scheduled for Erik Gulbrantson's disability matter.

Attorney Holzwarth explained the reason for keeping certain items on the agenda due to the Open Meetings Act. During the April meeting it was suggested that Holmstrom & Kennedy take over managing the medical examinations required for officers on a disability pension under the age of 50.

Attorney Holzwarth informed the board that two trustees discussing pension board business could pose a violation of the Open Meetings Act.

NEW BUSINESS

Motion by Mueller and seconded by Laue to approve the retirement pension for Todd McLester effective May 9, 2015 in the amount of \$59,075.50 annually, \$4,922.96 monthly, pending certification reflected on the application. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve the retirement pension for James Joyes effective May 15, 2015 in the amount of \$63,631.80 annually, \$5,302.65 monthly, pending certification reflected on the application. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve the refund of contributions to Timothy Shier in the amount of \$32,084.13 as a rollover based on his application pending receipt of the certification. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue
Nays: None

Motion by Mueller and seconded by Laue to table applications for Ronald Perrine and Michael McDonald until the June meeting. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve the first increase for William Jacobson in the amount of \$157.95 monthly, increasing the annual benefit to \$65,077.20. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue
Nays: None

PAYROLL

Motion by Mueller and seconded by Laue to approve the May estimated payroll amount of \$1,296,808.25. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the April actual payroll amount of \$1,259,305.57. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

Motion by Laue and seconded by Swanberg to nominate Joseph Stevens to act as the City of Rockford Police Pension Board Secretary for one year, Jeff Nielsen to act as President of the City of Rockford Police Pension Board and Marcia Mueller to act as Vice President of the City of Rockford Police Pension Board. APPROVED.

Motion by Mueller and seconded by Laue to change Jeff Nielsen's title to President and Chair of the Board of Trustees **on the custodial letter**. APPROVED.

Motion by Mueller and seconded by Laue to table the renewal of the annual Fiduciary liability insurance policy. APPROVED.

Ayes: Nielsen, Mueller, Stevens, Swanberg, and Laue

Nays: None

A motion to adjourn was made and seconded at 9:53 a.m.

A handwritten signature in black ink, appearing to be 'M. Mueller', located in the lower right quadrant of the page.