



GENESEO POLICE PENSION FUND
115 S. Oakwood Avenue, Geneseo, Illinois | 309-944-5141

Eric Henderson
President

Andrew Hergert
Secretary

Thomas Piotrowski
Vice President

Jerica Minton
Assistant Secretary

GENESEO POLICE PENSION FUND BOARD OF TRUSTEES
MINUTES OF REGULAR MEETING
TUESDAY, OCTOBER 24, 2017 – 1:30 PM

The regular meeting of the Geneseo Police Pension Fund was held on Tuesday, October 24, 2017 at 1:30 pm at the City of Geneseo Council Chambers, 115 South Oakwood Avenue, Geneseo, Illinois, for the purpose of conducting regular business, pursuant to notice.

CALL TO ORDER: Trustee Eric Henderson called the meeting to order at 1:34 pm.

ROLL CALL:

PRESENT: Trustees Eric Henderson, Jerica Minton, Andrew Hergert and Thomas Piotrowski

ABSENT: None

ALSO PRESENT: John Falduto, Sawyer Falduto Asset Management LLC; Colleen Trela, Isabel Copeland and Colleen Dillon, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

NEW BUSINESS: Discussion/Approval - Actuarial Valuation: Ms. Trela presented the draft Actuarial Report prepared by L&A to the Board for review. L&A utilized updated mortality tables to prepare the valuation this year. This was done because of the amount of additional data available. L&A will not be updating the mortality tables every year, but will update this assumption every three to five years. It was noted that a transition plan has been agreed to with the City and the Board. The transition contribution requirement is \$426,200. A tax levy of \$443,813 is the recommended contribution to achieve a 90% funded rate by 2040, versus the statutory minimum of \$387,219. Ms. Trela reviewed the GASB 67/68 Report with the Board. Ms. Trela discussed the formal Funding Policy prepared by L&A, and recommended the City of Geneseo review and possibly approve this policy. A motion was made by Trustee Piotrowski and seconded by Trustee Minton to accept the Actuary Report as presented, pending the final audit being completed. Motion carried by roll call vote.

AYES: Trustees Piotrowski, Hergert, Minton and Henderson

NAYS: None

ABSENT: None

A motion was made by Trustee Piotrowski and seconded by Trustee Henderson to submit the formal funding policy prepared by L&A to the City of Geneseo for consideration and possible approval. Motion carried by roll call vote.

AYES: Trustees Piotrowski, Hergert, Minton and Henderson

NAYS: None

ABSENT: None

Discussion/Approval - Tax Levy Request/Municipal Compliance Report: The Board discussed the tax levy request and the Municipal Compliance Report. A motion was made by Trustee Piotrowski and seconded by Trustee Hergert to request a tax levy from the City of Geneseo in the amount of \$443,813, and to accept and execute the Municipal Compliance Report, pending final audit. Motion carried by roll call vote.

AYES: Trustees Piotrowski, Hergert, Minton and Henderson
NAYS: None
ABSENT: None

Trustee Piotrowski stated he would direct Board attorney, Brian LaBardi, to prepare a formal request to the City of Geneseo for the tax levy in the amount of \$443,813, and to include the transition amount of \$426,200 in his written correspondence.

Ms. Trela left the meeting at 1:56 pm.

APPROVAL OF MEETING MINUTES: *July 25, 2017 Regular Meeting Minutes:* The minutes from the July 25, 2017 regular meeting were reviewed by the Board. A motion was made by Trustee Minton and seconded by Trustee Hergert to approve the July 25, 2017 regular meeting minutes as written. Motion carried by unanimous voice vote.

INVESTMENT REPORT: *Sawyer Falduto Asset Management, LLC:* Mr. Falduto distributed the Quarterly Investment Performance Report for the quarter ending September 30, 2017 to the Board for review. The total account rate of return net of fees for the third quarter of 2017 is 2.63%. The ending market value for the period ending 09/30/17 is \$5,657,034, with an investment return of \$144,129. Mr. Falduto reviewed the Investment Policy Guidelines, along with the Equity and Fixed Income sectors of the market and the Transaction Ledger Report. The portfolio allocation is 1.1% cash equivalents, 46.6% equities and 52.3% fixed income. Mr. Falduto presented an overview of the market in general. All questions were answered by Mr. Falduto. A motion was made by Trustee Piotrowski and seconded by Trustee Minton to accept the Quarterly Investment Performance Report as presented. Motion carried by unanimous voice vote.

Review/Update Investment Policy: There were no recommended changes to the Investment Policy at this time.

ACCOUNTANT'S REPORT: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the period ending September 30, 2017. The net position held in trust for pension benefits is \$5,887,841.97. The change in position for the three months ended September 30, 2017 is \$265,352.26. The Cash Analysis Report, Revenue Report, Expense Report and the Member Contribution Report were reviewed, as well as the Vendor Check Report for the period 07/01/17 – 09/30/17 in the amount of \$23,875.92. A motion was made by Trustee Henderson and seconded by Trustee Piotrowski to accept the Monthly Financial Report as presented and to approve the payments listed on the Vendor Check Report in the amount of \$23,875.92. Motion carried by unanimous voice vote.

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

COMMUNICATIONS OR REPORTS: *Affidavits of Continued Eligibility:* The Board was informed that all Affidavits of Continued Eligibility have been returned. The originals will be presented at the next regular meeting.

Annual Active Member File Maintenance: The Board was informed that all active members had received a file maintenance letter. L&A is in the process of receiving relevant documentation for those files.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM THE FUND: There were no applications or withdrawals from the Fund.

APPLICATIONS FOR RETIREMENT OR DISABILITY BENEFITS: There were no applications for retirement or disability benefits.

OLD BUSINESS: *Creditable Service Purchase Update – Darren Jaros:* The Board discussed the creditable service purchase of Darren Jaros. An update will be provided at the next regular meeting.

Trustee Training Updates: The Board discussed Trustee Minton's training certificate submitted to fulfill the requirement of 16 Trustee training hours. A motion was made by Trustee Piotrowski and seconded by Trustee Hergert to accept the training certificate submitted. Motion carried by unanimous voice vote.

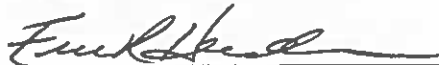
Establish 2018 Regular Meeting Dates: The Board discussed the 2018 regular meeting dates. A motion was made by Trustee Piotrowski and seconded by Trustee Minton to establish the 2018 regular meeting schedule as follows: January 23, April 24, July 24 and October 23, at 1:30 pm, at the City of Geneseo Council Chambers, 115 South Oakwood Avenue, Geneseo, IL. Motion carried by unanimous voice vote.

ATTORNEY'S REPORT: The Board reviewed the *Legal and Legislative Update* newsletter prepared by Reimer Dobrovlny & Karlson, LLC.

CLOSED SESSION, IF NEEDED: Closed session was not needed at this time.

ADJOURNMENT: A motion was made by Trustee Piotrowski and seconded by Trustee Minton to adjourn the meeting at 2:19 pm. Motion carried by unanimous voice vote.

The next regular meeting of the Geneseo Police Pension Fund will be held on Tuesday, January 23, 2018 at 1:30 pm.



Eric Henderson, President

Date Approved by Board 1/23/2018