

Addison FPD Firefighters' Pension Fund

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Timothy Scott
President

Scott Walker
Secretary

John Rice
Trustee

Michael Super
Trustee

Keven Barnes
Trustee

Bernadette LaRocca
Treasurer

MINUTES OF A REGULAR MEETING OF THE ADDISON FPD FIREFIGHTERS' PENSION FUND BOARD OF TRUSTEES AUGUST 18, 2021

A regular meeting of the Addison FPD Firefighters' Pension Fund Board of Trustees was held on Wednesday, August 18, 2021 at 9:00 a.m. at the Addison Fire Protection District #1 Headquarters located at 10 S. Addison Road, Addison, Illinois 60101, pursuant to notice.

CALL TO ORDER: Trustee Scott called the meeting to order at 9:02 a.m.

ROLL CALL:

PRESENT: Trustees Timothy Scott, Scott Walker, Keven Barnes and John Rice
ABSENT: Trustee Michael Super
ALSO PRESENT: Attorney Richard Reimer, Reimer Dobrovolny & LaBardi PC; Tom Sawyer, Sawyer Falduto Asset Management, LLC (SFAM); Sam Meyer and Kevin Cavanaugh, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *May 26, 2021 Regular Meeting:* The Board reviewed the May 26, 2021 regular meeting minutes. A motion was made by Trustee Rice and seconded by Trustee Barnes to approve the May 26, 2021 regular meeting minutes as written. Motion carried unanimously by voice vote.

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Quarterly Investment Performance Report:* Mr. Sawyer presented the Quarterly Investment Performance Report for the period ending June 30, 2021. As of June 30, 2021, the second quarter net return is 5.3% versus the second quarter account benchmark of 5.1 %. The investment return for the quarter is \$5,113,669 for an ending market value of \$100,768,038. The current asset allocation is as follows: Fixed Income at 37.1%, Equities at 62.8% and Cash Equivalents at 0.1%. Mr. Sawyer reviewed the Market Commentary, Equity and Fixed Income Portfolios, Credit Rating Report and Transaction Ledger Report with the Board. A motion was made by Trustee Barnes and seconded by Trustee Walker to accept the Quarterly Investment Performance Report as presented. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice
NAYS: None
ABSENT: Trustee Super

Review/Update Investment Policy: The Board discussed the Investment Policy and determined that no changes are required at this time.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the one-month period ending June 30, 2021 prepared by L&A. As of June 30, 2021, the net position held in trust for pension benefits is \$100,768,974.72 for a change in position of 1,208,397.81. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report and Payroll Journal. A motion was made by Trustee Scott and seconded by Trustee Walker to accept the Monthly Financial Report as presented. Motion carried unanimously by voice vote.

Presentation and Approval of Bills: The Board reviewed the Vendor Check Report for the period April 1, 2021 through June 30, 2021 for total disbursements of \$217,530.71. A motion was made by Trustee Barnes and seconded by Trustee Rice to approve the disbursements shown on the Vendor Check Report in the amount of \$217,530.71. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice
NAYS: None
ABSENT: Trustee Super

Additional Bills, if any: There were no additional bills presented for approval.

COMMUNICATIONS AND REPORTS: *Affidavits of Continued Eligibility:* L&A informed the Board that second request Affidavits of Continued Eligibility were mailed to the outstanding pensioners after the June 28, 2021 due date. To date, three affidavits remain outstanding. The Board noted they will be reaching out to the outstanding pensioners. Further discussion will be held at the next regular meeting.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Gary Gong, Brandon Mangan & Ernesto Decicco-Galvan:* The Board reviewed the Applications for Membership submitted by Gary Gong, Brandon Mangan & Ernesto Decicco-Galvan. A motion was made by Trustee Scott and seconded by Trustee Walker to accept Gary Gong effective July 14, 2021, Brandon Mangan effective June 28, 2021 and Ernesto Decicco-Galvan effective July 5, 2021 into the Addison FPD Firefighters' Pension Fund as Tier II participants. Motion carried unanimously by voice vote.

APPLICATION FOR RETIREMENT/DISABILITY BENEFITS: *Review/Approve Regular Retirement Benefits – Mark Weller:* The Board reviewed the regular retirement benefit calculation for Mark Weller prepared by L&A. Firefighter Mark Weller had an entry date of June 2, 2000, retirement date of November 18, 2021, effective date of pension of November 19, 2021, 55 years of age at date of retirement, 21 years 4 months of creditable service, applicable salary of \$105,035.56, applicable pension percentage of 53.33%, amount of originally granted monthly pension of \$4,668.24 and amount of originally granted annual pension of \$56,018.88. A motion was made by Trustee Walker and seconded by Trustee Scott to approve Mark Weller's regular retirement benefit calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice
NAYS: None
ABSENT: Trustee Super

Deceased Pensioner – Ralph Blust/Approval of Surviving Spouse Benefit – Barbara Blust: The Board noted that Ralph Blust passed away on July 28, 2021. The Board reviewed the surviving spouse benefit calculation for with an effective date of July 29, 2021 for a monthly benefit of \$8,716.67 with no additional increases. A motion was made by Trustee Scott and seconded by Trustee Walker to approve the surviving spouse benefit of Barbara Blust calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice
NAYS: None
ABSENT: Trustee Super

Deceased Pensioner – Ken Christensen/Approval of Surviving Spouse Benefit – Joyce Christensen: The Board noted that Ken Christensen passed away on July 8, 2021. The Board reviewed the surviving spouse benefit calculation for Joyce Christensen with an effective date of July 9, 2021 for a monthly benefit of \$8,716.67 with no additional increases. A motion was made by Trustee Walker and seconded by Trustee Scott to approve the surviving spouse benefit of calculated by L&A. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice
NAYS: None
ABSENT: Trustee Super

Deceased Pensioner – Joseph Grandolf: The Board noted that Joseph Grandolfo passed away on July 8, 2021. A motion was made by Trustee Scott and seconded by Trustee Walker to cease all pension benefits for Joseph Grandolf. Motion carried unanimously by voice vote.

Status Update Disability Application – Phil McLeese: The Board noted that Phil McLeese was awarded a duty disability effective May 9, 2021. Attorney Reimer informed the Board that a Written Decision and Order will be available for the Board's approval at the next regular meeting.

OLD BUSINESS: *Trustee Training Updates:* The Board discussed upcoming training opportunities. Trustees were reminded to submit any certificates of completion to L&A for recordkeeping.

NEW BUSINESS: *Review Preliminary Actuarial Valuation:* The Board reviewed the preliminary Actuarial Valuation prepared by L&A. The final report will be reviewed by the Board at the next regular meeting.

IDOI Annual Statement: The Board noted that the IDOI Annual Statement is in process and the final report will be sent to the Board for review upon completion.

Board Officer Elections – President & Secretary: The Board discussed Board Officer Elections and nominated the slate of Officers as follows: Trustee Scott as President and Trustee Walker as Secretary. A motion was made by Trustee Barnes and seconded by Trustee Rice to elect the slate of Officers as stated. Motion carried unanimously by voice vote.

FOIA & OMA Designee: The Board discussed maintaining Trustee Walker as the FOIA Officer and OMA Designee.

Acknowledge FPIF Notice of Transfer Date, Adopt Resolution of Notice and Execute Exhibits: This item was tabled until the next regular meeting.

Approval to move funds to the Harris Bank account to cover 90 days of operating expenses prior to the transition to the FPIF: The Board discussed the funds needed to cover 3 months of pension benefits and expenses once consolidation takes into effect. Further discussion will be held at the next regular meeting.

ATTORNEY'S REPORT – REIMER DOBROVOLNY & LABARDI PC: *Legal Updates:* The Board reviewed the *Legal and Legislative Update* quarterly newsletter. Attorney Reimer discussed recent court cases and decisions, as well as general pension matters with the Board.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

ADJOURNMENT: A motion was made by Trustee Barnes and seconded by Trustee Rice to adjourn the meeting at 10:30 a.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for November 8, 2021 at 9:00 a.m.

Board President or Secretary

Minutes approved by the Board of Trustees on _____

Minutes prepared by Sam Meyer, Pension Services Administrator, Lauterbach & Amen, LLP