

Addison FPD Firefighters' Pension Fund

10 S. Addison Road, Addison, IL 60101-3870 • Business Phone: (630) 628-3100 • Fax (630)543-9742

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 MAY 26, 2021

A regular meeting of the Addison FPD Firefighters' Pension Fund Board of Trustees was held on Wednesday, May 26, 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 9:00 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 and John Falduto, Sawyer Falduto Asset Management, LLC (SFAM); Sam Meyer and Lainie Grabowski, Lauterbach & Amen, LLP (L&A); Greg Kieseewetter, Cook Castle Associates, LLC

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *February 17, 2021 Regular Meeting:* The Board reviewed the February 17, 2021 regular meeting minutes. A motion was made by Trustee Rice and seconded by Trustee Scott to approve the February 17, 2021 regular meeting minutes as written. Motion carried unanimously by voice vote.

Semi-Annual Review of Closed Session Meeting Minutes: There were no closed session meeting minutes for review.

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Review/Update Investment Policy:* The Board discussed the Investment Policy and determined that no changes are required at this time.

Quarterly Investment Performance Report: Mr. Falduto presented the Quarterly Investment Performance Report for the period ending March 31, 2021. As of March 31, 2021, the first quarter net return is 2.5% versus the first quarter account benchmark of 2.5%. The investment return for the quarter is \$1,359,469 for an ending market value of \$96,761,241. The current asset allocation is as follows: Fixed Income at 38.7%, Equities at 60.6% and Cash Equivalents at 0.7%. 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 Walker and seconded by Trustee Barnes to accept the Quarterly Investment Performance Report as presented. Motion carried unanimously by voice vote.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report and Presentation and Approval of Bills:* The Board reviewed the Monthly Financial Report for the ten-month period ending March 31, 2021 prepared by L&A. As of March 31, 2021, the net position held in trust for pension benefits is \$96,762,095 for a change in position of \$42,457,021.58. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report, Payroll Journal and the Vendor Check Report for the period January 1, 2021 through March 31, 2021 for total disbursements of \$193,377.16. A motion was made by Trustee Barnes and seconded by Trustee

Rice to accept the Monthly Financial Report as presented and to approve the disbursements shown on the Vendor Check Report in the amount of \$193,377.16. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice

NAYS: None

ABSENT: Trustee Super

Additional Bills, if any – Illinois Department of Insurance Compliance Fee: The Board noted that the Illinois Department of Insurance Compliance Fee invoice was received. A motion was made by Trustee Scott and seconded by Trustee Walker to approve payment of the IDOI Compliance Fee in the amount of \$8,000. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice

NAYS: None

ABSENT: Trustee Super

COMMUNICATIONS AND REPORTS: *Statements of Economic Interest:* The Board was reminded that the Statements of Economic Interest were due by May 1, 2021.

Affidavits of Continued Eligibility: The Board noted that Affidavits of Continued Eligibility has been mailed to all pensioners with the May payroll cycle. A status update will be provided at the next regular meeting.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Application for Membership – Cory Nickels & Gino Cassciola:* The Board reviewed the Applications for Membership submitted by Corey Nickels and Gino Cassciola. A motion was made by Trustee Walker and seconded by Trustee Scott to accept Corey Nickels effective March 15, 2021 and Gino Cassciola effective March 1, 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 – Ronald Nettleingham:* The Board reviewed the regular retirement benefit calculation for Ronald Nettleingham prepared by L&A. Lieutenant Nettleingham had an entry date of May 3, 1999, retirement date of June 2, 2021, effective date of pension of June 3, 2021, 57 years of age at date of retirement, 22 years and 1 month of creditable service, applicable salary of \$118,530.01, applicable pension percentage of 55.21%, amount of originally granted monthly pension of \$5,453.20 and amount of originally granted annual pension of \$65,438.40. A motion was made by Trustee Scott and seconded by Trustee Walker to approve Ronald Nettleingham regular retirement benefit calculated by L&A without prejudice from contract negotiations subject to ratification of the expired contract at which time his benefit will be recalculated. Motion carried by roll call vote.

AYES: Trustees Scott, Walker, Barnes and Rice

NAYS: None

ABSENT: Trustee Super

Disability Application – Phil McLeese – Discussion/Possible Action – District Intervention: Attorney Reimer informed the Board that Phil McLeese's three independent medical examinations are scheduled for May 27, 2021, June 2, 2021 and June 9, 2021. The Board established a hearing for July 19, 2021 at 9:00 a.m. subject to change. Updates will be provided as they become available.

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/Approve Lauterbach & Amen, LLP Engagement Letter:* The Board reviewed the L&A three-year engagement letter. A motion was made by Trustee Scott and seconded by Trustee

Barnes to engage L&A in the annual amounts as follows: \$32,230 for the year ended May 31, 2022; \$33,175 for the year ended May 31, 2023; and \$34,185 for the year ended May 31, 2024. Motion carried by roll call vote.

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

Review/Approve – Resolution to Appoint Authorized Agents in Accordance with FPIF Rule 2021-01: The Board reviewed FPIF Rule 2021-01. A motion was made by Trustee Rice and seconded by Trustee Barnes to appoint Trustee Walker and Trustee Scott as authorized agents for the Addison FPD Firefighters' Pension Fund in accordance with Rule 2021-01 and to authorize signatures by the Board President and Secretary. Motion carried by roll call vote.

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

Certify Board Election Results – Active Member Position: L&A conducted an election for one of the active member positions on the Addison FPD Firefighters' Pension Fund Board of Trustees. Keven Barnes ran unopposed and was elected for a three-year term expiring April 30, 2021. A motion was made by Trustee Scott and seconded by Trustee Barnes to certify the active member election results. Motion carried unanimously by voice vote.

Certify Special Election Results – Retired Member Position: L&A conducted a special election for the retired member position on the Addison FPD Firefighters' Pension Fund Board of Trustees. John Rice ran unopposed and was elected for a three-year term expiring April 30, 2024. A motion was made by Trustee Barnes and seconded by Trustee Scott to certify the retired member special election results. Motion carried unanimously by voice vote.

Discussion/Possible Action – Fiduciary Liability Insurance: The Board reviewed the fiduciary liability insurance renewal provided by Euclid Specialty through Cook Castle Associates, LLC. A motion was made by Trustee Scott and seconded by Trustee Barnes to approve payment of the fiduciary liability insurance renewal effective June 1, 2021 through June 1, 2022 in the amount of \$12,998.00. Motion carried by roll call vote.

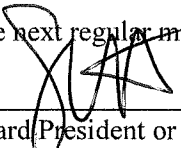
AYES: Trustees Scott, Walker, Barnes and Rice
NAYS: None
ABSENT: Trustee Super

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 10:14 a.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for August 18, 2021 at 9:00 a.m.



Board President or Secretary

Minutes approved by the Board of Trustees on 8-18-21

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