

**MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES OF THE
DES PLAINES POLICE PENSION FUND
April 10, 2018**

A regular meeting of the Des Plaines Police Pension Board was held on Tuesday, April 10, 2018 at 9:00 AM, at City Hall located at 1420 Miner Street in Room 101, Des Plaines, Illinois pursuant to proper notice, to conduct regular business of the Pension Board.

CALL TO ORDER: President Chiaro called the meeting to order at 9:08 AM.

ROLL CALL:

PRESENT: President Nicholas Chiaro, Secretary Robert Neil, Trustee Oscar Szczerbinski Trustee Robert Muehlenbeck (arrived at 9:10 AM), and Trustee Chris Mierzwa,

ABSENT: None.

ALSO PRESENT: Also present was annuitant Wendall Whitted, Investment Consultant Thomas McShane, City Finance Director Dorothy Wisniewski, Board Attorney Laura J. Goodloe and member of public Tara Karpp.

APPROVAL OF PRIOR MEETING MINUTES:

The Pension Board reviewed the minutes of the February 13, 2018 regular meeting. A motion was made by Trustee Neil and seconded by Trustee Mierzwa to approve the minutes as written. The motion carried by unanimous voice vote.

APPROVAL OF DISBURSEMENTS:

The Pension Board reviewed the list of disbursements as presented in Warrant List 67, which equaled \$48,412.60. Trustee Szczerbinski made a motion to approve Warrant list 67 as presented and Trustee Mierzwa seconded the motion. The motion carried by roll call vote.

AYES: President Nicholas Chiaro, Secretary Robert Neil, Trustee Oscar Szczerbinski, and Trustee Chris Mierzwa

NAYS: None

ABSENT: Trustee Robert Muehlenbeck

Trustee Robert Muehlenbeck arrived at 9:10 AM

BOARD'S ATTORNEY REPORT:

Legal Update/Review of new court decisions. Counsel for the Pension Board provided an update as to pending legislation and new caselaw.

Kujawa QILDRO. Counsel updated the Board as to the status of a proposed QILDRO she received. Because retiree Kujawa is receiving a disability pension, the parties are precluded from having entered a QILDRO and supplemental orders. Attoreny Dorothy Voigt acknowledged this information and indicated that no further action would be taken at this time with respect to the entry of a QILDRO in this matter.

OLD BUSINESS: None.

NEW BUSINESS:

Retirement of Detective Jennifer DePastors. Detective Jennifer DePastors filed an application for a retirement pension. Detective DePastors year of birth is 1967 and she is a Tier I employee. She has accumulated twenty-eight years of creditable service for pension purposes. Her intended effective date of retirement will be April 17, 2018. Her applicable salary for pension purposes is \$102,045.00 @ 70%. Her total annual pension equals \$71,431.56 with a monthly disbursement of \$5,952.63. Prorated benefit of \$2,777.89 to be disbursed for April payroll.

Motion made by Trustee Robert Muehlenbeck seconded by Secretary Robert Neil

AYES: President Nicholas Chiaro, Secretary Robert Neil, Trustee Oscar Szczerbinski, Trustee Robert Muehlenbeck, and Trustee Chris Mierzwa
NAYS: None
ABSENT: None

FOIA Request and Response. The Pension Office received a FOIA request from Zack Cziryak of Fin News on January 12, 2018. The Pension Office fully responded to this request. No further action is needed.

Todd Wessell submitted a FOIA request to the Pension Fund through the City of Des Plaines online FOIA center. The FOIA request was then forwarded to the Pension Board and its legal counsel. Board Counsel responded to Mr. Wessell's request on March 12, 2018. No further action is needed at this time.

Approval of Lauterbach & Amen Balance Sheets for January and February 2018. The Pension Board reviewed Lauterbach & Amen balance sheets for January and February 2018. Trustee Szczerbinski made a motion to approve the January and February 2018 balance sheets and Trustee Mierzwa seconded that motion. The motion carried by roll call vote.

AYES: President Nicholas Chiaro, Secretary Robert Neil, Trustee Oscar Szczerbinski, Trustee Robert Muehlenbeck, and Trustee Chris Mierzwa
NAYS: None
ABSENT: None

FINANCIAL REPORT:

The Pension Board discussed with Consultant McShane the Fund's current positions, asset allocations, investment activity and cash flow.

Review of Fund's Portfolio / Asset Allocation. Consultant McShane reviewed with the Pension Board the Fund's target allocations, confirmed the Fund presently sits within its statutorily prescribed allocation limits, and did not recommend any changes at this time.

With respect to the Fund's performance Consultant McShane indicated the balance of the Fund as of 02/28/18 is \$71,842,211.36. Year to date the Fund is down 1.16% and month to date the Fund is down 3.14%. Consultant McShane went on to discuss the underlying bases for these returns,

which included an in depth analysis as to the current volatility in the market and a review of all managers performance relative to their individual benchmarks.

The Fund began (with MSSB) with a balance of 37.6 million and has incurred an unrealized gain of 35.8 million as of February 2017. The Fund's overall investment platform has received greater return and taken less risk than the benchmark.

Toward the conclusion of his report Consultant McShane discussed the market outlook and discussed base and bull case market scenarios.

Cash Flow analysis. No recommended cash flow changes were made.

PUBLIC COMMENT: None.

CONTINUING EDUCATION:

The Pension Board reviewed its continuing education training status, requirements and training options for 2018.

ADJOURNMENT:

A motion was made by Trustee Muehlenbeck to adjourn the meeting at 10:12 AM, and the motion was seconded by Secretary Neil. The motion passed unanimously by voice vote and the meeting adjourned at 10:12 AM.

Respectfully Submitted: _____
Date Approved: _____

The next regular meeting of the Des Plaines Police Pension Board is scheduled for June 12, 2018 at 9:00 AM.

Minutes Prepared by Board Attorney Laura J. Goodloe, Esq.