

## Meeting Minutes - August 12, 2014

1. Call to Order – the meeting was called to order at 10:05 a.m. in room 101 at City Hall, 1420 Miner Street, Des Plaines, Illinois.

2. Roll Call – Chairman Chiaro and Trustees Rotkvich, Muehlenbeck, Neil and Treantefelis were present. No one was absent. Also present were pensioner Wendall Whitted, Investment Consultant Tom McShane, Allison Barrett and Derek Flessner of Lauterbach & Amen and Board Attorney Camille Cribaro-Mello.

3. Approval of Minutes – There was a motion by Trustee Muehlenbeck, seconded by Trustee Rotkvich to approve the minutes of the meeting from June 10, 2014. All voted in favor of the motion.

4. Approval of Disbursements – The Board reviewed Warrant List #46 indicating expenditures in the amount of \$57,874.29. There was a motion by Trustee Neil, seconded by Trustee Treantefelis to approve payment of the disbursements noted on Warrant List #46. A roll call vote was taken and all members present voted in favor of the motion.

5. Board's Attorney Report - Attorney Cribaro-Mello updated the Board regarding the Appellate Court decision in the Ventimiglia matter, the Court having affirmed the Board. Cribaro-Mello confirmed that all medical records had been received for the disabled pensioner and that next steps would be to set an IME appointment. The Board then discussed the implementation of a QILDRO for retired officer Konieczny and in general the provision of the QILDRO law that provides for a processing fee to be paid to the Board. Attorney Cribaro-Mello confirmed that medical records and employment records had been subpoenaed for disability applicant James Brown. Attorney Cribaro-Mello also discussed recent court decisions involving the pension code and the status of the constitutional challenge to the State pension reform. She also advised the Board regarding a recent FOIA request by Open the Books.

6. Old Business – The Board was updated that all required physicals for disabled pensioners had been completed and that one military buy back application for Officer Connolly was still pending his decision.

7. New Business –

- The Board discussed the DOI actuarial report indicating that the municipality should levy \$4,246,000 for the pension fund.

- The Board reviewed its prior closed session minutes and a motion was made by Trustee Muehlenbeck, seconded by trustee Neil to maintain the confidentiality of the Board's prior closed session minutes. The motion passed unanimously.
- The Board reviewed its prior closed session verbatim recordings and determined there was no longer a need to maintain the recordings. A motion was made by Trustee Treantefelis, seconded by trustee Rotkovich to authorize the destruction of the verbatim recording of closed session meetings, pursuant to statute. The motion passed unanimously.

8. Approval of Lauterbach & Amen balance sheets for May, June and July, 2014 – A motion was made by Trustee Neil, seconded by Trustee Muehlenbeck to approve the balance sheets prepared by Lauterbach & Amen for May, June and July, 2014. A roll call vote was taken and all members voted in favor of the Motion.

9. Financial Report - Tom McShane reviewed the pension fund performance for the period ending June 30, 2014. The total fund balance was \$63,896,994 reflecting an increase of \$379,636 for the month of June. Based on the market conditions, it was recommended that the Board move \$600,000 from its Large Cap investment manager (Great Lakes) to its REIT fund. A motion was made by Trustee Muehlenbeck, seconded by Trustee Rotkovich to move \$600,000 from the Large Cap investment manager (Great Lakes) to the fund's REIT investment. A roll call vote was taken and each member voted in favor of the Motion. No other allocation adjustments were recommended.

10. Public Comment – None.

11. Executive Session – None.

12. Adjournment – A motion was made by Trustee Neil, seconded by Trustee Treantefelis to adjourn the meeting at 11:34 a.m. The motion passed unanimously.

The meeting adjourned at 11:34 a.m.