Minutes
Village of Glen Ellyn
Police Pension Board
Special Meeting
Monday, October 30, 2017
7:30 PM
Police Department Community Room
65 S Park Blvd Glen Ellyn

A. Call to Order

Attendee Name	Title	Status
Bill Housey	Trustee	Present
John Adduci	President	Present
Jim Monson	Trustee	Present
Anthony Terranova	Trustee	Present
James King	Trustee	Present

Also Present: Finance Director Coyle, Investment Consultant Chris Caparelli (Marquette Associate), Trustee Liaison Gary Fasules, Recording Secretary Elisa Pollina.

B. Public Comment (Non Agenda Items)

None.

C. Approval of Minutes

1. Police Pension Board - Regular Meeting - Jul 19, 2017 7:30 PM

RESULT:	**ACCEPTED [UNANIMOUS]**
MOVER:	Anthony Terranova, Trustee
SECONDER:	James King, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

D. Quarterly Investment Consultant Report and Recommendations

1. Christopher Caparelli from Marquette Associates presented the third quarter investment report

Mr. Caparelli reported that 2017 to date has a good fundamental growth. The U.S. lost jobs in September. Unemployment rate dropped to 4.2%. Inflation remains below target at 1.5%. The S&P 500 was up 14.2% and International markets are up 1.3%. Year to date returns are above 20% across all major indices. The next probable rate hike to hit in December. Overall the portfolio is up 2.5% for the quarter and 9.4% year-to-date.

2. Motion to hire Nuveen as Small Cap Value Fund Manager

Mr. Caparelli presented five different Small Cap Value Fund Managers for the Pension Board to consider. The managers suggested were American Beacon, Harbor, ICM, Nuveen and Wasatch. Mr. Caparelli presented information on historical returns, risk and fees for the five firms. Based on the information provided, there was a consensus of the Board to select Nuveen.

Trustee Housey motions to hire Nuveen as Small Cap Value Fund Manager, Trustee Terranova seconds the motion.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Bill Housey, Trustee
SECONDER:	Anthony Terranova, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

3. Motion to hire Black Rock as Global Tactical Asset Allocation Fund Manager

Mr. Caparelli presented four different Global Tactical Asset Allocation Fund Managers for the Pension Board to consider. The managers suggested were Black Rock, GMO, PIMCO, and William Blair. Mr. Caparelli presented information on historical returns, risk and fees for the four firms. Based on the information provided, there was a consensus of the Board to select Black Rock.

Trustee Housey motions to hire Black Rock as Global Tactical Asset Allocation Fund Manager, Trustee Monson seconds the motion.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Bill Housey, Trustee
SECONDER:	Jim Monson, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

E. Approval of Expenses

1. Approve the Expense Vouchers in the amount of $13,280.55 and Pension Expenses in the amount of $514,225.71 for a total of $527,506.26

President Adduci asked if there were any questions on the vouchers. Seeing none, Trustee Terranova moved and Trustee Monson seconded the approval of the Expense Vouchers in the amount of $13,280.55, and pension expenditures in the amount of $514,225.71 for a total of $527,506.26.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Anthony Terranova, Trustee
SECONDER:	Jim Monson, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

F. Approval of Membership Changes / Contribution Refunds / Transfers / Other

1. Motion to accept Ryan Rader into the Police Pension Fund effective August 9, 2017.

Ryan Rader was hired on August 9, 2017. Trustee Monson motions to accept Mr. Rader into the Police Pension Fund effective August 9, 2017. Trustee Terranova seconds the motion.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Jim Monson, Trustee
SECONDER:	Anthony Terranova, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

2. Motion to approve the contribution refund to Andrew Hibschman in the amount of $2,023.62.

A former officer, Andrew Hibschman is requesting his contributions be refunded to him. Trustee Monson moves to approve the refund and Trustee King seconds the motion.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Jim Monson, Trustee
SECONDER:	James King, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

G. Pension Funding and Annual Report to the Village Board

1. Motion to recommend to the Village Board an Investment Return Assumption of 6.5% for Fiscal Year 2018

Finance Director Coyle presented investment return assumption information to the Pension Board trustees as well as additional analysis prepared by the Pension Board actuary, Foster & Foster. Director Coyle stated that the budget for 2018 includes remaining at the 6.5% level and recommends retaining that level for 2018. Trustee Housey motions to approve the Investment Return Assumption recommendation to the Village Board and Trustee Monson seconds the motion.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Bill Housey, Trustee
SECONDER:	Jim Monson, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

2. Motion to approve the Annual Report to the Village Board.

Finance Director Coyle presented the report to the Pension Board. She stated that the majority of the information was reviewed in the actuary report earlier in the year. This is really just a regurgitation of information included in that report. Trustee Monson moves to approve the Annual Report and to forward the report to the Village Board. Trustee Terranova seconds the motion.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Jim Monson, Trustee
SECONDER:	Anthony Terranova, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King

H. Other Business

1. Meeting Schedule for 2018: January 17, April 18, July 18, October 17

I. Adjournment

1. Motion to Adjourn

Trustee Terranova moved and Trustee King seconded the motion to adjourn the meeting. The meeting was adjourned at 8:51 PM.

RESULT:	**APPROVED [UNANIMOUS]**
MOVER:	Anthony Terranova, Trustee
SECONDER:	James King, Trustee
AYES:	Housey, Adduci, Monson, Terranova, King