

MINUTES
ROCKFORD POLICE PENSION BOARD
JUNE 20, 2019

MEMBERS PRESENT: Jeff Nielsen, President
Marcia Mueller, V. P.
Randy Berke, Assist Secretary
Scott Laue, Trustee

ABSENT: Joe Stevens, Secretary

ALSO PRESENT: Mike Piotrowski – Marquette Associates
Roberta Holzwarth – HolmstromKennedy PC

GUESTS: None

STAFF: Allison Knox, Finance
Carrie Hagerty, Finance Director

The June 20, 2019 Rockford Police Pension Board convened at City Hall 425 E. State St., Jeff Nielsen called the meeting to order 8:10 a.m.

Motion by Mueller and seconded by Berke to approve the May 16, 2019 minutes of the Board meeting as amended. APPROVED.

PUBLIC COMMENT

NONE

CASH & INVESTMENTS

Piotrowski referred the board to the May Flash Report. The current value of the fund is \$188.9 million. Piotrowski reviewed the performance for the month of May with the board. The fund has recovered all of the losses from May. Vanguard Institutional Index is up 17.9% year to date as of yesterday. Piotrowski estimated a 10% rate of return for the pension fund year to date through June 19, 2019.

Piotrowski stated cash needs are approximately \$1,400,000 for the month. He recommended withdrawing \$250,000 from PIMCO, \$850,000 from Fidelity, and \$300,000 from Kayne Anderson.

Motion by Mueller and seconded by Laue to approve the liquidation of \$300,000 from the Kayne Anderson Rudnik and \$850,000 from the Fidelity Diversified International Equity, and \$250,000 from PIMCO All Asset Fund, for a total of \$1,400,000 for cash needs. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve purchases and sales as attached to the agenda. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

CITY BILLS

Motion by Mueller and seconded by Laue to approve May postage charges of \$282.74. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve June City Services of \$6,700.00. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve payment to HolmstromKennedyPC for general matters for the month of May in the amount of \$1,462.50. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve payment to HolmstromKennedyPC in the amount of \$3,105.00 related to the Shalene Eagleson disability application for the month of May. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve payment to HolmstromKennedy PC in the amount of \$1,372.50 for services and disbursements in the amount of \$232.89 for Annual Medical Reviews. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

Motion by Mueller and seconded by Laue to approve payment to Woodlake for the evaluation of Shalene Eagleson in the amount of \$3,210.00. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue
Nays: None

ATTORNEY'S REPORT

Attorney Holzwarth stated that the Shalene Eagleson hearing was moved to August 15. The actuary will report be discussed at the August meeting. Carrie Hagerty stated that the actuary will present the report to City Council at the August 19 meeting.

Attorney Holzwarth recommended moving the hearing on August 15 from 9:00 to 9:30.

OLD BUSINESS

Knox stated that 147 affidavits have been received, out of 308. The deadline is August 31. Mueller recommended a form **be used to elect to receive their advice electronically if it is done some other time than when returning the affidavit**. Knox updated the board on electronic direct deposit notification efforts. Only 53 out of 148 have requested electronic direct deposit notification.

NEW BUSINESS

Motion by Mueller and seconded by Laue to approve the renewal for Fiduciary Liability Insurance with CHUBB in the amount of \$21,209.00 for the period of July 1, 2019 through July 1, 2020. A report will be provided regarding exclusions and revisions in the new policy. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the deferred pension benefit for Oda Poole due to his termination of employment on June 7, 2019 the initial annual benefit will be \$31,166.78/monthly \$2,597.23 commencing on November 5, 2031. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the monthly increase of \$241.53 for David Hopkins for an annual benefit of \$99,509.16/monthly benefit of \$8,292.43 effective June 1, 2019, subject to review by Carrie Hagerty. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue

Nays: None

PAYROLL

Motion by Mueller and seconded by Laue to approve the June estimated payroll in the amount of \$1,561,856.30. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue

Nays: None

Motion by Mueller and seconded by Laue to approve the May actual payroll in the amount of \$1,560,981.55. The Board retains jurisdiction of this matter for purposes of enforcing the Pension Code. APPROVED.

Ayes: Nielsen, Mueller, Berke, and Laue

Nays: None

Motion to adjourn was made and seconded at 9:14 a.m.