

**MINUTES OF A REGULAR MEETING OF
THE ROCK ISLAND POLICE PENSION FUND
BOARD OF TRUSTEES
APRIL 22, 2020**

A regular meeting of the Rock Island Police Pension Fund Board of Trustees was held on Wednesday, April 22, 2020 at 4:30 p.m. via videoconference in accordance with Section 5 of Governor Pritzker's Executive Order 2020-18 (COVID-19 Executive Order No. 16) pursuant to notice.

CALL TO ORDER: Trustee Morris called the meeting to order at 4:35 p.m.

ROLL CALL:

PRESENT: Trustee James Morris (May 2022), Trustee Aaron Curry (January 2021), Trustee Shawn Slavish (April 2021) and Trustee Stephanie Masson (April 2021)

ABSENT: Trustee Kondon Karzin (April 2021)

ALSO PRESENT: Keri O'Brien, Lauterbach & Amen, LLP (L&A); Ross Stanforth and Donald Stanforth, Investment Consulting Group (ICG); Attorney Bryan Strand, Reimer & Dobrovolny PC; Retired Member Mark Poulos, Rock Island Police Department

PUBLIC COMMENT: Mr. Poulos addressed the Board regarding updates on the investment consolidated boards. All questions were answered by Mr. Poulos.

APPROVAL OF MEETING MINUTES: *January 22, 2020 Regular Meeting:* The Board reviewed the January 22, 2020 regular meeting minutes. A motion was made by Trustee Morris and seconded by Trustee Curry to approve the January 22, 2020 regular meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson

NAYS: None

ABSENT: Trustee Karzin

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report and Presentation and Approval of Bills:* The Board noted that L&A will prepare the Monthly Financial Report and the Vendor Check Report upon receipt of all necessary documentation. A report will be prepared and available for review at the next regular meeting.

Additional Bills – Illinois Department of Insurance Compliance Fee: The Board noted that the Illinois Department of Insurance Compliance Fee invoice will be issued. A motion was made by Trustee Morris and seconded by Trustee Curry to approve payment of the IDOI Compliance Fee, upon receipt of the invoice. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson

NAYS: None

ABSENT: Trustee Karzin

INVESTMENT REPORT – INVESTMENT CONSULTING GROUP: *Portfolio Review:* Mr. Stanforth presented the Quarterly Investment Report for the period ending March 31, 2020. As of

March 31, 2020, the quarter-to-date net return is (13.31%) for a total fund balance of \$33,061,020. The current asset allocation is as follows: 1.6% Real Estate, 2.6% Emerging Markets, 5.1% International, 10.5% Small Mid Value, 4.6% Blend, 17.1% Large Value, 57.6% Fixed Income and 0.9% Money Market.

The Board noted that the Vanguard Selected Value Fund is currently on probation due to a recent manager change and further discussion will be held at the next regular meeting.

Mr. Stanforth apprised the Board that Bradford/Tortoise was acquired by Ducenta Squared Asset Management and will be placed on probation due to the manager change. Further discussion will be held at the next regular meeting.

Discussion/Possible Action – C.S. McKee Acquisition by CSM Advisors: The Board noted that the written agreement regarding C.S. McKee's acquisition by CSM Advisors has been reviewed and approved by Attorney Reimer and a copy of the agreement will be sent to the Board for signatures.

A motion was made by Trustee Morris and seconded by Trustee Curry to accept the Quarterly Investment Report as presented. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson
NAYS: None
ABSENT: Trustee Karzin

Review/Update Investment Policy: The Board discussed the Investment Policy and determined that no changes are required at this time.

COMMUNICATIONS AND REPORTS: *Statements of Economic Interest:* The Board was reminded that the Statements of Economic Interest are due by May 1, 2020.

TRUSTEE TRAINING UPDATES: The Board reviewed the Trustee Training Summary and discussed upcoming training opportunities. Trustees were reminded to submit all training certificates to L&A for recordkeeping.

Approval of Trustee Training Registration and Reimbursable Expenses: There were no trustee training registrations or reimbursable expenses presented for approval.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Application for Membership – William Laffredi:* The Board noted that William Laffredi will be submitting an application for membership into the Rock Island Police Pension Fund. A motion was made by Trustee Masson and seconded by Trustee Slavish to accept William Laffredi into the Rock Island Police Pension Fund effective January 13, 2020, as a Tier II participant pending receipt of his membership application. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson
NAYS: None
ABSENT: Trustee Karzin

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Approve Regular Retirement Benefits – Rusty Hocker:* The Board reviewed the regular retirement benefit calculation for Rusty Hocker prepared by L&A. Lieutenant Hocker had an entry date of February 1, 1993, retirement date of March 29, 2020, effective date of pension of March 30, 2020, 54 years of age at date of retirement, 27 years of creditable service, applicable salary of \$101,109.10, applicable pension percentage of 67.50%, amount of originally granted monthly pension of \$5,687.39 and amount of originally granted annual pension of \$68,248.68.

Approve Regular Retirement Benefits – Richard Moritz Jr.: The Board reviewed the regular retirement benefit calculation for Richard Moritz Jr. prepared by L&A. Detective Moritz had an entry date of January 7, 1991, retirement date of January 12, 2020, effective date of pension of January 13, 2020, 54 years of age at date of retirement, 29 years of creditable service, applicable salary of \$88,028.10, applicable pension percentage of 72.50%, amount of originally granted monthly pension of \$5,318.36 and amount of originally granted annual pension of \$63,820.32.

Approve Regular Retirement Benefits – Patrick Richter: The Board reviewed the regular retirement benefit calculation for Patrick Richter prepared by L&A. Officer Richter had an entry date of October 2, 1989, retirement date of January 5, 2020, effective date of pension of January 6, 2020, 54 years of age at date of retirement, 30 years of creditable service, applicable salary of \$81,034.08, applicable pension percentage of 75%, amount of originally granted monthly pension of \$5,064.63 and amount of originally granted annual pension of \$60,775.56.

A motion was made by Trustee Morris and seconded by Trustee Masson to approve Rusty Hocker, Richard Moritz Jr. and Patrick Richter's regular retirement benefits calculated by L&A and instructed Attorney Strand to prepare the Decision and Orders to be presented to the Board for review at the next regular meeting. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson

NAYS: None

ABSENT: Trustee Karzin

Approve Regular Retirement Benefits – Chad Sowards: The Board noted that Trustee Morris provided Chad Sowards correspondence regarding his retirement benefits, but no response has been received to date. Further discussion will be held at the next regular meeting.

QILDRO – Rusty Hocker: This item has been tabled until the next regular meeting.

Deceased Surviving Spouse – Rosalie Barker: The Board noted that surviving spouse Rosalie Barker passed away February 11, 2020 and her pension benefit has ceased.

Review/Approve – Decision & Order – Timothy Steines: The Board reviewed the Decision and Order prepared by Attorney Reimer. A motion was made by Trustee Masson and seconded by Trustee Morris to approve, adopt and publish the Decision and Order for Timothy Steines as presented. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson
NAYS: None
ABSENT: Trustee Karzin

OLD BUSINESS: There was no old business to discuss.

NEW BUSINESS: *IDOI Annual Statement:* The Board noted that the IDOI Annual Statement is in process and the final report will be sent to the Board for review upon completion.

Certify Board Election Results – Active Member Position: L&A conducted an election for one of the active member positions on the Rock Island Police Pension Fund Board of Trustees. James Morris ran unopposed and was reelected for a two-year term expiring May 10, 2022. A motion was made by Trustee Slavish and seconded by Trustee Curry to certify the active member election results. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson
NAYS: None
ABSENT: Trustee Karzin

Board Officer Elections – President, Vice President, Secretary & Assistant Secretary: The Board discussed Board Officer Elections and nominated the slate of Officers as follows: Trustee Morris as President, Trustee Karzin as Vice President, Trustee Slavish as Secretary and Trustee Curry as Assistant Secretary. A motion was made by Trustee Morris and seconded by Trustee Slavish to elect the slate of Officers as stated. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson
NAYS: None
ABSENT: Trustee Karzin

FOIA Officer & OMA Designee: The Board discussed maintaining Trustee Masson as the FOIA Officer and OMA Designee. A motion was made by Trustee Morris and seconded by Trustee Slavish to maintain the FOIA Officer and OMA Designee as stated. Motion carried by roll call vote.

AYES: Trustees Curry, Morris, Slavish and Masson
NAYS: None
ABSENT: Trustee Karzin

ATTORNEY’S REPORT – REIMER & DOBROVOLNY PC: *Legal Updates:* The Board reviewed the *Legal and Legislative Update* quarterly newsletter. Attorney Strand discussed recent court cases and decisions, as well as general pension matters with the Board.

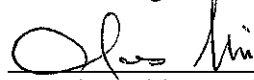
Disability Application – Steven Marty: Attorney Strand informed the Board that Steven Marty’s disability hearing was cancelled due to health and safety concerns associated with COVID-19 and will be rescheduled as soon as reasonably possible. Further discussion will be held at the next regular meeting.

Annual Independent Medical Evaluation – Jonathan Cary: This item was not discussed.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

ADJOURNMENT: A motion was made by Trustee Masson and seconded by Trustee Slavish to adjourn the meeting at 5:30 p.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for July 22, 2020 at 4:30 p.m.



Board President or Secretary

Minutes approved by the Board of Trustees on 07-22-20.

Minutes prepared by Keri O'Brien, Pension Services Administrator, Lauterbach & Amen, LLP