

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

A regular meeting of the Rock Island Police Pension Fund Board of Trustees was held via videoconference on Wednesday, July 22, 2020 at 4:30 p.m. without a quorum of the public body physically present because of a disaster declaration related to COVID-19 public health concerns affecting the City of Rock Island. The Rock Island Police Pension Fund Board President has determined that an in-person meeting with all participants is not practical, prudent or feasible because of the disaster, pursuant to notice.

CALL TO ORDER: A motion was made by Trustee Masson and seconded by Trustee Slavish to call the meeting to order at 4:34 p.m. Motion carried unanimously by voice vote.

ROLL CALL:

PRESENT: Trustee Aaron Curry (January 2021), Trustee Shawn Slavish (April 2021), Trustee Kondon Karzin (April 2021) (*arrived at 4:52 p.m.*) and Trustee Stephanie Masson (April 2021)

ABSENT: Trustee James Morris (May 2022)

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

PUBLIC COMMENT: There was no public comment.

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

AYES: Trustees Curry, Slavish and Masson

NAYS: None

ABSENT: Trustees Morris and Karzin

Semi-Annual Review of Closed Session Meeting Minutes: There were no closed session meeting minutes for review.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the six-month period ending June 30, 2020 prepared by L&A. As of June 30, 2020, the net position held in trust for pension benefits is \$36,838,911.27 for a change in position of (\$2,624,656.34). The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report and Payroll Journal. A motion was made by Trustee Masson and seconded by Trustee Slavish to accept the Monthly Financial Report as presented. Motion carried by roll call vote.

AYES: Trustees Curry, Slavish and Masson

NAYS: None

ABSENT: Trustees Morris and Karzin

Presentation and Approval of Bills: The Board reviewed the Vendor Check Report for the period April 1, 2020 through June 30, 2020 for total disbursements of \$194,750.08. A motion was made by Trustee Masson and seconded by Trustee Slavish to approve the disbursements shown on the Vendor Check Report in the amount of \$194,750.08. Motion carried by roll call vote.

AYES: Trustees Curry, Slavish and Masson

NAYS: None

ABSENT: Trustees Morris and Karzin

Additional Bills, if any: There were no additional bills presented for approval.

INVESTMENT REPORT – INVESTMENT CONSULTING GROUP: *Portfolio Review:* Mr. Stanforth presented the Quarterly Investment Report for the period ending June 30, 2020. As of June 30, 2020, the quarter-to-date net return is 10.79% for a total fund balance of \$35,527,673. The current asset allocation is as follows: 1.8% Real Estate, 2.9% Emerging Markets, 6.3% International, 12.2% Small Mid Value, 5.3% Blend, 19.0% Large Value, 52.4% Fixed Income and 0.1% Money Market. A motion was made by Trustee Slavish and seconded by Trustee Masson to accept the Quarterly Investment Report as presented. Motion carried by roll call vote.

AYES: Trustees Curry, Slavish and Masson

NAYS: None

ABSENT: Trustees Morris and Karzin

Review/Update Investment Policy: The Board noted that the investment policy will be updated to include a provision in compliance with the Illinois Sustainable Investing Act. Further discussion will be held at the next regular meeting.

Trustee Karzin arrived at 4:52 p.m.

COMMUNICATIONS AND REPORTS: *Active Member File Maintenance:* The Board noted that L&A will prepare Active Member File Maintenance letters for distribution to all active members requesting any additional pension file documents.

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: The Board discussed the IPPFA Online Seminar Course and the 2020 IPPFA MidAmerican Pension Conference.

A motion was made by Trustee Masson and seconded by Trustee Slavish to approve half the cost of the registration fees for Trustee Masson to attend the IPPFA Online Seminar Course and Rock Island Firefighters' Pension Fund will reimburse the second half. Motion carried by roll call vote.

AYES: Trustees Curry, Karzin, Slavish and Masson

NAYS: None

ABSENT: Trustee Morris

A motion was made by Trustee Masson and seconded by Trustee Slavish to approve Trustee Curry's registration fees for the IPPFA Online Seminar Course and Trustees Slavish and Morris's registration fees for the 2020 IPPFA MidAmerican Pension Conference. Motion carried by roll call vote.

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

A motion was made by Trustee Masson and seconded by Trustee Slavish to approve Trustee Karzin's registration fees for the 2020 IPPFA MidAmerican Pension Conference. Motion carried by roll call vote.

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

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: There were no applications for membership or withdrawals from the Fund.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *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: The Board noted the QILDRO Order, Calculation Order, Consent to Issuance and \$50 processing fee for Rusty Hocker have been received and approved by the Board Attorney with payments to commence with the April payroll cycle.

Deceased Pensioners – Ronald Lamar & Harold Schaab: The Board noted that pensioner Ronald Lamar passed away April 22, 2020 and pensioner Harold Schaab passed away on May 19, 2020 with no surviving spouses and their pension benefits have ceased. A motion was made by Trustee Masson and seconded by Trustee Slavish to cease pension benefits for Ronald Lamar and Harold Schaab as stated. Motion carried by roll call vote.

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

Review, Adopt & Publish Decision & Orders – Rusty Hocker, Richard Moritz Jr. & Patrick Richter: The Board reviewed the Decision and Orders prepared by Reimer & Dobrovolny PC. A motion was made by Trustee Masson and seconded by Trustee Slavish to approve, adopt and publish the Decision and Orders for Rusty Hocker, Richard Moritz Jr. and Patrick Richter as presented.

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

OLD BUSINESS: There was no old business to discuss.

NEW BUSINESS: *Review/Approve – Actuarial Valuation & Tax Levy Request:* The Board reviewed the finalized Actuarial Valuation as prepared by Nyhart. Based on data and assumptions, the recommended municipal contribution is \$4,241,391 and the statutory minimum contribution amount is \$4,241,391.

The Board discussed requesting a tax levy in the amount of \$4,241,391. A motion was made by Trustee Masson and seconded by Trustee Slavish to accept the Actuarial Valuation and to request a tax levy in the amount of \$4,241,391 from the City of Rock Island, based on the recommended amount stated in the Actuarial Valuation prepared by Nyhart. Motion carried by roll call vote.

AYES: Trustees Curry, Karzin, Slavish and Masson

NAYS: None

ABSENT: Trustee Morris

Review/Adopt – Municipal Compliance Report: The Board reviewed the Municipal Compliance Report prepared by the City of Rock Island. A motion was made by Trustee Masson and seconded by Trustee Slavish to adopt the MCR as prepared and to authorize signatures by the Board President and Secretary. Motion carried by roll call vote.

AYES: Trustees Curry, Karzin, Slavish and Masson

NAYS: None

ABSENT: Trustee Morris

IDOI Annual Statement: The Board noted that the IDOI Annual Statement was filed with the Department of Insurance. A motion was made by Trustee Slavish and seconded by Trustee Curry to accept submission to the Department of Insurance. Motion carried by roll call vote.

AYES: Trustees Curry, Karzin, Slavish and Masson

NAYS: None

ABSENT: Trustee Morris

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: The Board requested dates from Reimer & Dobrovolny PC in order to reschedule Steven Marty's disability hearing. Further discussion will be held at the next regular meeting.

Annual Independent Medical Examinations – Jonathan Cary: Attorney Strand advised the Board that he does not have John Cary's documentation regarding his annual independent medical examination (IME). The Board will send the documentation to Attorney Strand and review his IME at the next regular meeting.

Annual Independent Medical Evaluation – Shawn Trask: The Board noted that Shawn Trask reached the age of 50 on April 4, 2020, therefore he is no longer subject to annual independent medical examinations.

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

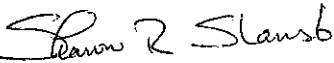
ADJOURNMENT: A motion was made by Trustee Slavish and seconded by Trustee Masson to adjourn the meeting at 5:25 p.m. Motion carried by roll call vote.

AYES: Trustees Curry, Slavish, Karzin and Masson

NAYS: None

ABSENT: Trustee Morris

The next regular meeting is scheduled for October 28, 2020 at 4:30 p.m.



Board President or Secretary

Minutes approved by the Board of Trustees on OCTOBER 28, 2020.

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

