

MINUTES OF THE SPECIAL MEETING BOARD OF  
 TRUSTEES VILLAGE OF HAWTHORN WOODS POLICE  
 PENSION FUND HELD ON  
 NOVEMBER 23, 2015 AT 7:00 PM  
 AT THE HAWTHORN WOODS VILLAGE HALL  
 2 LAGOON DRIVE, HAWTHORN WOODS, IL. 60047

The meeting was called to order at 5:40 PM. The following trustees were present:

ROLL CALL                      Douglas Samz  
    Timothy McCue  
    Stewart Gordon  
    John Tennant  
    Michael Viramontes

ABSENT                              None

ALSO PRESENT                      Brian LaBardi, Reimer & Karlson LLC  
    Kristin Kazenas, Village of Hawthorn Woods  
    Tom Sawyer

CONCERNS OF THE  
 PUBLIC                              None

MINUTES                              Minutes for the August 31, 2015, Meeting were  
    reviewed.

On a motion made, seconded and unanimously carried,  
 the minutes from the meeting was approved.

TREASURER REPORT              As of September 30, and the Nine Months ending  
    September 30, 2015

Total Assets	\$2,656,033.67
Sawyer & Falduto	\$1,072,270.51
Money Market Account:	\$ 460,452.98
Nine Month Surplus:	\$ 198,008.40
Nine Month Revenue:	\$ 268,743.16
Nine Month Expenses:	\$ 70,734.76

On a motion made and seconded and on a roll call vote,  
 Financial Report was approved.

Roll Call Vote – Yes: Samz, McCue, Gordon,  
Viramontes and Tennant

## CONTRIBUTIONS

Village contributions for the quarter amounted to \$70,137.75. The participant contribution for the quarter amounted to \$36,255.65. The Total Contribution as of September 30, 2015 from all participants was \$79,533.30 and the Village was \$210,413.25.

On a motion made and seconded and on a roll call vote, contributions to the Fund were approved.

Roll Call Vote – Yes: Samz, McCue, Gordon,  
Viramontes and Tennant

**ACTUARY PROPOSAL** Sandor Goldstein has announced that he will be retiring and will not be able to provide an Actuary Report to the Pension Board in the future.

The Village Treasurer presented three proposal for Actuary services to the Board. The Board discussed and compared all three proposals.

On a motion made and seconded and on a roll call vote, The proposal from Lauterbach and Amen should be accepted.

Roll Call Vote – Yes: McCue, Gordon, Viramontes and Tennant; No: Samz.

## 2016 BUDGET

The Police Pension Budget for the Year 2016 was presented. Projected Revenue was \$409,723 including the Village Contribution of \$280,223; Expenses of 105,332 and Surplus \$304,391. The projected Actuarial Services expense was recommend to reduce by \$750 to \$4,250 to agree with the proposal from Lauterbach and Amen.

On a motion made, seconded and unanimously carried, the Budget for 2016 with above mentioned change was approved.

## INVESTMENTS

CD's at Inland Bank totaled \$1,075,288.24 as of September 30, 2015. All the CD's at Inland Bank will mature 11/10/2016.

Total Investment as of September 30, 2015 at Cornerstone Nat'l Bank was \$460,452.98. Market Value change for the third quarter 2015 was a loss of \$46,668.24.

Sawyer & Falduto Asset Management LLC submitted their investment report as of September 30, 2015. Total Investment was \$1,072,270.51. The market Value change was a loss of \$3,589.05. Equity Investments amounted to \$96,630.01.

Sawyer & Falduto Asset Management LLC submitted their investment report as of November 23, 2015. Total Investment was \$1,576,286. Investment Return was gain of \$36,230. Total Equity Investments was \$864,405.55 or 32.5% of September 30, Total Assets.

On a motion made and seconded and on a roll call vote, the Investment Reports were approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, Viramontes and Tennant

## LEGAL COUNSEL

The Reimer Update was presented. There was a discussion concerning DOI taking a political stance on Consolidation of Pension Funds and the Chicago Pension Reform going to the Illinois Supreme court. Client Christmas Party will be December 11 at Attorney's Office all trustees are invited to attend.

## COMMUNICATIONS

Received a letter, as noted above, stating that Mr. Goldstein will be retiring.

## CONTINUING EDUCATION

Each Police Pension Trustee has attained 16 hours of accredited education for the current fiscal year.

Trustee Gordon and Treasurer Kazenas attended the IPPFA Retirement Coordinator conference.

MEETING DATES

The Meeting to be held at 6:00pm on the following dates for 2016 were presented:

- February 29
- May 24
- August 23
- November 28

On a motion made, seconded and unanimously carried, the Meeting Dates for 2016 was approved.

BENEFIT PAYMENTS

Monthly Benefit payment for 2016 will be:  
Gross Non-Duty Disability Benefit - Gordon \$3,479  
Net Non-Duty Disability Benefit-Gordon \$3,167  
Gross Service Pension Benefit – Fenger \$3,100.63  
Net Service Pension Benefit – Fenger \$2,644.63

On a motion made and seconded and on a roll call vote, the Pension Benefits for Gordon and Fenger were approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, Tennant and Viramontes  
Trustee Gordon Abstain on the vote to approve his benefit.

The DOI has found an error in the calculation for Benefit for Mr. Fenger. This resulted in an underpayment to Mr. Fenger of \$1,747.06.

On a motion made and seconded and on a roll call vote, the Pension Benefits one-time benefit payment of \$1,747.06 to Mr. Fenger were approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, Tennant and Viramontes

EXPENDITURES

The following expenses were presented for approval:

Reimer & Karlson	\$ 750.00
Trustee Samz	\$ 250.13

Trustee Viramontes	\$ 34.50
Trustee Tennant	\$ 103.50
Trustee Gordon	\$ 647.08
Trustee McCue	\$ 78.02
IPPPFA Membership	\$ 795.00

These expenses were for legal fees & retainer, and seminar expenses.

On a motion made and seconded and on a roll call vote, Expenditures were approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, Viramontes and Tennant  
Trustees Samz, Viramontes, Gordon, Tennant and McCue each abstained from the vote of their respective expenses.

## REFUNDS

Officer Allison Suebert submitted an application for refund to the Hawthorn Woods Police Pension as of March 15, 2015.

On a motion made and seconded and on a roll call vote, Officer Suebert’s application for refund of \$864.64 by the Hawthorn Woods Police Pension was approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, Viramontes and Tennant

## APPLICATIONS

Officer Donald Rathje submitted an application for admission to the Hawthorn Woods Police Pension as of September 21, 2015.

On a motion made and seconded and on a roll call vote, Officer Rathje’s application for admission to the Hawthorn Woods Police Pension was approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, Viramontes and Tennant

Both applicants are Tier II candidates.

OLD BUSINESS

A Revised Investment policy by our Attorney and New Investment Adviser was presented.

The following Allocation Ranges were presented to be included in the Investment Policy:

	Target	Range
Cash	1%	1- 5%
Fixed Income	54%	50-65%
Equity Securities	45%	35-45%

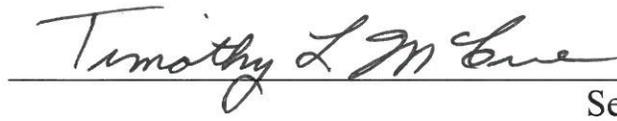
Kazenas left meeting at 7:00 and Viramontes left meeting at 7:03.

On a motion made and seconded and on a roll call vote, the Investment Policy and Allocation Ranges were approved.

Roll Call Vote – Yes: Samz, McCue, Gordon, and Tennant. Absent: Viramontes

ADJOURMENT

There being no further or other business to come before the Board, a motion was made and seconded to adjourn the meeting. The motion was unanimously carried. The meeting was adjourned at 7:14 pm.

  
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 Secretary