

MINUTES OF THE MEETING BOARD OF TRUSTEES  
VILLAGE OF HAWTHORN WOODS POLICE PENSION FUND  
HELD ON  
FEBRUARY 29, 2016 AT 6:00 PM  
AT THE HAWTHORN WOODS VILLAGE HALL  
2 LAGOON DRIVE, HAWTHORN WOODS, IL. 60047

The meeting was called to order at 6:07 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 David Harrington, Sawyer Falduto Mr. Falduto, Sayer Falduto Todd Schroeder, Lauterbach & Amen
MINUTES	Minutes for the November 23, 2015, Meeting were reviewed.  On a motion made, seconded and unanimously carried, the minutes from the meeting was approved.
CONCERNS OF THE PUBLIC	None
ACTUARY REPORT	A draft of the Actuary Report as of January 1, 2016 from Lauterbach & Amen was presented.  The audited Financial Statement for the Hawthorn Wood Police Pension are not currently available, however there are no anticipated adjustments from the preliminary Financial Statements.  The projected Unfunded Pension Liability is \$2,609,272 or 53.73%. Long term Expected Rate of Return on Plan

Assets is 6.75%. Projected Individual Salary and Total Payroll increases are 4.5%. Consumer Price Index is 3.0%.

Actuarial Recommended Employer Contribution was \$308,036.

## INVESTMENTS

Sawyer & Falduto Asset Management LLC submitted their investment report as of December 31, 2015. Total Investment was \$1,559,133. The Market Value change for the fourth quarter was a gain of \$19,077. Equity Investments amounted to \$1,151,673. Equity Investment was slightly over 43% of 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

## TREASURER REPORT

As of December 31, and the year ending December 31, 2015

Total Assets	\$2,760,274.03
Sawyer & Falduto	\$1,557,353.89
Money Market Account:	\$ 115,393.57
Twelve Month Surplus:	\$ 302,248.76
Twelve Month Revenue:	\$ 397,427.85
Twelve Month Expenses:	\$ 95,179.09

All investments at Cornerstone Bank have been liquidated.

Certificates of Deposit at Inland Bank Totaled \$1,080,605.07 on December 31, 2015.

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 \$26,602.97. The Total Contribution as of December 31, 2015 from all participants was \$106,136.27 and the Village was \$280,551.

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

FIDUCIARY INSURANCE

Fiduciary Liability Insurance with Misrow Financial which was acquired by Markel. Same provisions and identical coverage was renewed for an annual premium of \$2,155. The annual renewal date is March 14, 2016.

On a motion made and seconded and on a roll call vote, Renewal of Fiduciary Liability Insurance was approved.

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

LEGAL COUNSEL

The Reimer Update was presented. There was discussion concerning articles in the newsletter.

CONTINUING EDUCATION

Police Pension Trustees need to attained 16 hours of accredited education each fiscal year. Trustee McCue completed the Open Meetings Act Certification

TRUSTEE ELECTION APPOINTMENT

Notices for the election of the Police Trustee will be posted for the upcoming election. The Appointed Trustee will be submitted to the Village Board for action.

EXPENDITURES

The following expenses were presented for approval:

Reimer & Karlson	\$ 758.47
IPPFA Seminar	\$ 150.00
Fiduciary Insurance	\$2,155.00

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

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

OLD BUSINESS

None

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 7:35 pm.



Secretary