

**JOHNSBURG POLICE PENSION FUND
QUARTERLY BOARD MEETING VIA ZOOM
October 16, 2020**

1. MEETING CALLED TO ORDER

President Jason Greenwald called the meeting to order at 10:35 a.m.

Due to the COVID pandemic, the Board President deemed it feasible and prudent to meet remotely; everyone attending via the zoom application was able to see and communicate with each other. All votes will be taken via roll call vote during this meeting.

2. ROLL CALL

Roll Call: Jason Greenwald, Keith VonAllmen and Mike Majercik, Todd Colander was absent. Also present: Attorney Laura Goodloe, Mark Wolter of Beacon Wealth Advisors, Lauterbach & Amen representative Derek Flessner, Village Accountant Becky Kijak and Administrative Secretary Carol McMullen.

3. PUBLIC COMMENT - None.

4. READING & APPROVAL OF MINUTES OF LAST MEETING

A motion was made by Keith VonAllmen to approve the minutes of the 07-17-2020 Johnsburg Police Pension Fund Board Meeting as presented; second by Mike Majercik. Roll call vote taken: Jason Greenwald - Aye. Keith VonAllmen - Aye. Mike Majercik - Aye. Todd Colander - Absent. Motion carried.

5. INVESTMENT PRESENTATION PROPOSALS

Mark Wolter of Beacon Wealth Advisors reviewed the third quarter investment performance with the Board. As of 09-30-2020; fixed income total was \$1,430,495.65; there was \$605,871.30 in the Annuity; \$310,252.00 in the McHenry Savings Bank & Harris; there was \$1,885,683.18 in equities, for a total portfolio balance of \$4,202,302.13. There was 55.84% in fixed and 44.16% in equities. Mark stated there is approximately \$350,000 in the McHenry Savings Bank in a money market account that is earning less than .1%. There was a discussion regarding the market reaction to the upcoming election.

A motion was made by Mike Majercik to move the cash, approximately \$350,000, from the McHenry Savings Bank to the TD AmeriTrade Account; second by Keith VonAllmen. Roll call vote taken: Jason Greenwald - Aye. Keith VonAllmen - Aye. Mike Majercik - Aye. Todd Colander - Absent. Motion carried.

A motion was made by Keith VonAllmen to accept the Investment Report as presented; second by Mike Majercik. Roll call vote taken: Jason Greenwald - Aye. Keith VonAllmen - Aye. Mike Majercik - Aye. Todd Colander - Absent. Motion carried.

6. TREASURER/ACCOUNTANTING REPORT

Derek Flessner reviewed the Quarterly Financial Report as of 09-30-2020, showing the net position held in trust for pension benefits at \$4,189,525.93. Bills from 07-01-2020 through 09-30-2020 total \$11,313.83.

A motion was made by Mike Majercik to accept the 09-30-2020 Quarterly Financial Report as prepared by Lauterbach & Amen; second by Keith VonAllmen. Roll call vote taken: Jason Greenwald – Aye. Keith VonAllmen – Aye. Mike Majercik – Aye. Todd Colander – Absent. Motion carried.

A motion was made by Keith VonAllmen to accept and pay the bills as presented on the Lauterbach & Amen 09-30-2020 Financial Report and to pay them as they become due; second by Mike Majercik. Roll call vote taken: Jason Greenwald – Aye. Keith VonAllmen – Aye. Mike Majercik – Aye. Todd Colander – Absent. Motion carried.

2020 Annual Statement – Dereck stated he sent a PDF draft of this report to all; it is due at the end of the month. He is waiting for a copy of the audit which is currently in process. There should be no adjustments and the DOI Report will be filed prior to the end of October.

A motion was made by Keith VonAllmen to approve the 2020 DOI Annual Statement pending the final audit results; second by Mike Majercik. Roll call vote taken: Jason Greenwald – Aye. Keith VonAllmen – Aye. Mike Majercik – Aye. Todd Colander – Absent. Motion carried.

Actuarial Statement – The Board received a draft copy of the Actuarial Report and the GASB Report; the only thing needed is finalization of the audit. The recommended contribution is \$343,135; the statutory minimum contribution is \$294,099. The fund is 57.96% funded. The assumed rate of return is 6.5%.

A motion was made by Mike Majercik to approve the Actuarial Report pending the finalization of the audit and to certify \$343,135 as the recommended tax levy; second by Keith VonAllmen. Roll call vote taken: Jason Greenwald – Aye. Keith VonAllmen – Aye. Mike Majercik – Aye. Todd Colander – Absent. Motion carried.

Municipal Compliance Report – A motion was made by Keith VonAllmen to accept the Municipal Compliance Report as prepared by Lauterbach & Amen; second by Mike Majercik. Roll call vote taken: Jason Greenwald – Aye. Keith VonAllmen – Aye. Mike Majercik – Aye. Todd Colander – Absent. Motion carried.

Cash Flow Needs – A motion was made by Keith VonAllmen to close the McHenry Savings Account on or after January 1, 2021 and to redirect the employee contributions to be deposited into an account with TD Ameritrade; second by Mike Majercik. Roll call vote taken: Jason Greenwald – Aye. Keith VonAllmen – Aye. Mike Majercik – Aye. Todd Colander – Absent. Motion carried.

7. ATTORNEY REPORT

All three trustees attended the IPPFA Conference in-person. Attorney Goodloe gave an update on the Consolidated Investment Board. Elections will be taking place shortly. There were three municipal trustee positions and only three ran so they won by acclamation. For the beneficiary trustees only two individuals ran and they won by acclamation. The active participant election will be taking place so all active participants in the police pension funds will get to vote. There are three positions for active members with six individuals running. Finally, the IML will be appointing one individual. Once these individuals are in place they will be wrapping up with respect to the auditing process which needs to take place before funds can be transferred. We don't have a clear definition as to which funds will be pursued first; the larger or smaller funds, but we should know more by early next summer. In terms of legislation there is nothing coming up in Veto session that would raise any cause or concern.

Attorney Goodloe stated that effective January 1, 2021, PGM will be raising its quarterly and hourly rates.

8. OLD BUSINESS

Review/approval of Annual Audit – The audit is still being worked on. The approval is tabled for the next meeting.

2020 Affidavits of Eligibility - There are two annuitants; Todd Colander is on the Board and it is not necessary to send an affidavit to him. Keith VonAllmen requested Carol McMullen send him the Affidavit for Ken Rydberg since he will seeing annuitant Rydberg and will give it to him personally.

Trustee Training Status - Jason Greenwald, Keith VonAllmen and Mike Majercik attended the IPPFA Conference and have completed their annual training.

Mayor Appointment of Mike Majercik - Keith VonAllmen stated that this should be approved within the next couple of meetings.

Status of two open Trustee Positions - Todd Colander was elected as annuitant Trustee for the Pension Board; there is one Trustee position open. Keith VonAllmen stated that there has been an application made for this position, it has not been approved at a Board meeting. If anyone is interested in this position, there is an application form on the Village website.

9. APPLICATION FOR MEMBERSHIP -

There is a new hire, Eddie Santana, but no paperwork has been received. This is tabled for the next meeting.

10. NEW BUSINESS

2020 Meeting Dates - It was the consensus of the Board to approve the 2021 meeting dates to be 01-15-2021, 04-16-2021, 07-16-2021 and 10-15-2021. All meetings will be held at 10:30 a.m., unless otherwise noted.

IPPFA Conference Training Expense Reimbursement - All trustees have submitted their expenses.

11. MEMBERSHIP BENEFITS

Jennifer Tiess - A motion was made by Keith VonAllmen to refund \$3,253.80 in pension contributions to Jennifer A. Tiess; second by Jason Greenwald. Roll call vote taken: Jason Greenwald - Aye. Keith VonAllmen - Aye. Mike Majercik - Aye. Todd Colander - Absent. Motion carried.

Jason Greenwald Service Time Reinstatement - Jason Greenwald paid \$7,873.07 to reinstate the break in creditable service time from June 20, 2001 to September 25, 2003. His start date will be adjusted to June 24, 1999.

A motion was made by Keith VonAllmen to approve the reinstatement of creditable service time for Jason Greenwald and to adjust his start date to June 24, 1999; second by Mike Majercik. Roll call vote taken: Jason Greenwald - Aye. Keith VonAllmen - Aye. Mike Majercik - Aye. Todd Colander - Absent. Motion carried.

Todd Colander update - Attorney Goodloe stated that after the Intervention Hearing she met with Village Counsel and requested a list of providers in Arizona; they jointly selected Dr. Gustavo Armendariz to perform the IME. All records pertaining to Todd Colander were sent to this provider, including all his treatment records, initial IME reports, etc. Attorney Goodloe received, reviewed and forwarded the report of Dr. Armendariz to the Board. The report was sent to Todd Colander's attorney; there has been no response. The Board discussed the results of the IME Report. It was the recommendation of Attorney Goodloe to speak with the Municipality to discuss their next course of action. Based upon this report and taking into totality all of the other reports Attorney Goodloe recommended we seek to convene for an initial Administrative Hearing.

12. EXECUTIVE SESSION - None at this time.

13. ADJOURNMENT

The next meeting is scheduled for January 15, 2021, at 10:30 a.m. With no further business a motion was made to adjourn by Mike Majercik at 11:30 a.m.; second by Keith VonAllmen. Roll call vote taken: Jason Greenwald - Aye. Keith VonAllmen - Aye. Mike Majercik - Aye. Todd Colander - Absent. Motion carried.

Respectfully submitted,

Mike Majercik
Secretary

BY: Carol McMullen
Recording Secretary