

VILLAGE OF LA GRANGE
POLICE PENSION FUND
January 26, 2022

Meeting was conducted in person in the LaGrange Village Hall auditorium. Due to the COVID-19 pandemic, CDC and State guidelines were followed, attendees wore face masks/face coverings and social distancing was utilized. Meeting was called to order by Secretary Ljubenko at 4:11 P.M. Present were Vice-President James, Secretary Ljubenko, Assistant Secretary Fulla, Trustee Mattern and Finance Director/Treasurer Cipparrone. In accordance with the Governor's Executive/Emergency Order suspending certain requirements of the Open Meetings act due to the COVID-19 health crisis, President Beaver who was out of town on business, attended the meeting remotely by telephone. Also present was Investment Advisor Jessie Barrett of Wells Fargo Advisors.

Upon motion by James, second by Mattern, the Board unanimously approved the October 27, 2021 Board Minutes presented by Secretary Ljubenko.

Treasurer Cipparrone presented the December 31, 2021 Police Pension Fund Activity Report.

Jessie Barrett (The Barrett Group) presented the Wells Fargo Advisors Asset Allocation Report and market update/outlook for 2022. The Fund currently has 63.98% of its portfolio assets in equities. The Diversified Stock Income Plan (DSIP) is up 24.8% year to date (YTD), the Diversified Managed Allocations (DMA, now called UMA) account is up 20.4% YTD, the Fund Source International Market account is up 2.8% YTD and the Mesirow Fixed Income account is down 1.3% YTD. The overall portfolio is up 13.19% YTD and up 8.09% annualized, since September 2006.

The Board discussed the need to withdraw approximately \$460,000.00 out of investment accounts in order to make upcoming pension benefit payments. To achieve this, the Board discussed removing funds from the Mesirow Fixed Income account and the DMA/UMA account.

Upon motion by James, second by Fulla, the Board unanimously approved immediately withdrawing \$100,000 out of the Mesirow Fixed Income account, then on Feb. 25, 2022, withdrawing an additional \$180,000 out of the DMA/UMA account and then on March 25, 2022, withdrawing an additional \$180,000 out of the DMA/UMA account to reach the \$460,000.00 needed to make upcoming pension benefit payments.

Treas. Cipparrone presented the Board with the proposed FY 2022-2023 Police Pension Budget that will be reviewed by the Village Board. Included in the budget are the Pensioner cost of living increases for 2022. Upon motion by Ljubenko, second by James, the Board unanimously approved the Police Pension cost of living increases for 2022 and acceptance of the proposed FY 2022-2023 Police Pension Budget.

Sec. Ljubenko advised the Board that the Beneficiaries' Trustee position currently held by Pres. Beaver expires on April 30, 2022. Pres. Beaver advised the Board he will not seek reelection for another term. Letters requesting any nominations will be sent to all Beneficiaries. If more than one nomination is received, an election will be held per bylaws with the results being tabulated at the next meeting

Upon motion by Beaver, second by Mattern, the Board unanimously accepted the Application to Participate by Police Officer Parker J. Henderson. Ofc. Henderson is 23 years old and was born on Dec. 23, 1998. He is single, has no children or other dependents and lives in North Aurora. He was hired on Dec. 20, 2021, will obtain the age of 55 years old on Dec. 23, 2053 and will obtain 20 years of creditable service on Dec. 19, 2041. He is under the "Tier II" Pension Plan, which took effect Jan. 1, 2011.

The Board was advised that the Illinois Police Officers' Pension Investment Fund (IPOPIF) had sent notice of its intent to transfer the LaGrange Police Pension Fund's transferable investment assets on March 1, 2022 and assume fiduciary control of the assets on that date. IPOPIF directed each Pension Fund, by a resolution of its Board of Trustees, to appoint one or more Authorized Agents who shall have the powers and duties to represent the participating Pension Fund in carrying out the transfer process. Upon motion by Fulla, second by Mattern, the Board unanimously approved Resolution 22-01, appointing Ljubenko and Beaver as the Fund's Authorized Agents to perform and act on behalf of the Fund to facilitate and effectuate the transfer of the Fund's transferable investment assets to the IPOPIF.

The Board was advised that the fund received a check from Chicago Clearing Corporation (CCC) in the amount of \$162.18. The check is a distribution resulting from the Flowers Foods Class Action lawsuit. CCC files Securities Class Action claims on behalf of the Board and the Pension Fund and filed a claim on the Fund's behalf in the Flowers Foods litigation. The check reflects the Fund's pro-rata share of the Net Settlement Funds and had been calculated in accordance with the Plan of Allocation described in the Notice of Proposed Settlement of Class Action.

The Board received additional information regarding the Qualified Illinois Domestic Relations Order (QILDRO) and consent to issuance involving retired Police Sergeant Thomas Cimbalista and his ex-spouse Erika Cimbalista (alternate payee). Received by the Board was a certified copy of a QILDRO calculation court order entered on Dec.14, 2021 in the DuPage County Court and a \$50.00 check made out to the Fund as processing fee. The calculation order directed that 50% of Mr. Cimbalista's gross monthly benefit of \$6198.71 be paid to his ex-spouse. The Board's attorney Brian LaBardi, at the Law Office of Reimer, Dobrovolny & LaBardi, PC, reviewed the QILDRO, the calculation order and consent, found them to be acceptable and advised the Board to approve the QILDRO and begin payments to the alternate payee with the January 2022 pension payments. Upon motion by Mattern, second by Ljubenko, the Board unanimously approved the QILDRO involving retired member Thomas Cimbalista, and monthly benefit payment of \$3099.36 to his ex-spouse Erika Cimbalista.

The Board was reminded of the upcoming requirement for Trustees to file a Statement of Economic Interest with the Cook County Clerk's Office by May 1, 2022. Each Trustee should receive an email update in March 2022 from the Clerk's Office with instructions on filing the Statement of Economic Interest online.

The Board was advised of Trustee training opportunities being provided by the IPPFA. Vice President James needs to complete his 8-hour annual training requirement. Both James and Trustee Mattern need to complete the 4-hour Consolidation training. Asst. Sec. Fulla needs to complete the required 16-hour Trustee Certification Course for new Trustees. Online 8-hour Training Seminars are offered by the IPPFA at a cost of \$275.00 per course. The online Consolidation Training is offered at \$125.00 per course. The Trustee Certification Course is offered in March 2022, at a cost of \$500.00. Upon motion by Ljubenko, second by Beaver, the Board unanimously approved payment of \$275.00 for James to complete an 8-hour IPPFA Online Training Seminar, \$500.00 for Fulla to complete the 16-hour Certified Trustee Training Course and \$250.00 for James and Mattern to complete the Online 4-hour Consolidation Training.

There being no other business the meeting was adjourned at 5:55 P.M. The next meeting is scheduled for Wednesday April 27, 2022, 4:00 P.M. at the LaGrange Police Department.

Respectfully Submitted,

Stephen Ljubenko, Secretary