

**VILLAGE OF LA GRANGE**  
**POLICE PENSION FUND**  
**October 26, 2011**

Meeting was called to order by Secretary Ljubenko at 4:15 P.M. Present were President Beaver, Vice-President Holub, Treasurer Cipparrone, Secretary Ljubenko, and Assistant Secretary Wardlaw. Also present were Investment Advisors Richard Barrett and Jessie Barrett of Wells Fargo Advisors and Bob Thompson, Spencer Klein and Michael Stuart of MB Financial Bank.

Upon motion by Holub, second by Cipparrone, the Board unanimously approved the July 27, 2011, Board Minutes presented by Secretary Ljubenko.

Treasurer Cipparrone presented the Sept. 30, 2011 Police Pension Fund Activity Report.

Richard Barrett and Jessie Barrett presented the Wells Fargo Advisors Asset Allocation Report.

Bob Thompson, Senior Managing Director, Spencer Klein, Senior Portfolio Manager and Michael Stuart, Institutional Trust Advisor of MB Financial Bank presented an informational briefing to the Board on the various financial services that are available and provided to Illinois Police and Fire Pension Funds by MB Financial Bank.

The Board received a letter dated Sep. 7, 2011, from Psychiatrist Tahir M. Sheikh M.D. which states that James Marski remains disabled and unable to return to work as a police officer. The letter was placed in James Marski's file. The next exam is due in July 2012.

Treas. Cipparrone presented the Actuary Report from Tim Sharpe regarding Actuarial Valuation Results and Tax Levy requirement. The Board recommended a change in the interest rate assumption from 7.5% to 7.0%, utilizing the Entry Age Normal actuarial cost method and a funding target level of 100%. The actuarial required Tax Levy requirement for FY 2012-2013 is **\$794,310.00** for the Police Pension Fund. Upon motion by Wardlaw second by Holub, the Board unanimously approved that the Village fund this recommended amount in 2011 Property Tax Levy.

The Board was advised that effective Aug. 12, 2011 Gov. Quinn signed into law IL. Public Act 097-0326 (formerly HB 1872) which permits the transfer of creditable service from Article V Fund (Chicago Police Pension Fund) to Article III Fund (Downstate Police Pension Fund). On Sep. 2, 2011, Ofc. Stephen Ljubenko made formal application to both the LaGrange Police Pension Fund and the Chicago Police Pension Fund to begin the process of transferring creditable service from the Chicago Police Pension Fund to the LaGrange Police Pension Fund as allowed under Public Act 097-0326. Ofc. Ljubenko served as a Police Officer with the Chicago Police Department from Sep. 2, 1997 to Aug. 2, 1999 at which time he left the C.P.D. to become a Police Officer with the LaGrange Police Department. The Board received a letter dated Oct. 20, 2011 from the Policemen's Annuity and Benefit Fund of Chicago (PABF) stating that Ofc. Ljubenko's total credited service with C.P.D. is 1 year 11 months 1 day and that the PABF approved the request to transfer eligible employee and employer balances to the LaGrange Police Pension Fund under IL. Statute 5/5-237.5. Upon motion by Holub, second by Beaver, the Board unanimously approved to accept Ofc. Ljubenko's request to transfer creditable service from the PABF to the LaGrange Police Pension Fund. The Board awaits notification from the PABF once appropriate transfer calculations are completed. All letters and paperwork have been placed in Ofc. Ljubenko's file.

The Board received information from the Association of IL. Public Retirement Systems asking if the Fund was interested in ordering/purchasing copies of the IL. Pension Code bound in soft cover from

West Publishing at a cost of \$49.50 per book. The Board unanimously decided to decline as it is an unnecessary cost, as the Pension Code is available online.

There being no other business the meeting was adjourned at 6:20 P.M. The next meeting is scheduled for Wednesday January 25, 2012, 4:00 P.M. at the LaGrange Police Department.

Respectfully Submitted,

Stephen Ljubenko  
Secretary