

VILLAGE OF LA GRANGE
POLICE PENSION FUND
August 21, 2013

Meeting was called to order by Secretary Ljubenko at 4:00 P.M. Present were President Beaver, Vice-President Robertson, Secretary Ljubenko, Treasurer Cipparrone and Assistant Secretary Wardlaw. Also present was Investment Advisor Jessie Barrett of Wells Fargo Advisors.

Upon motion by Wardlaw, second by Robertson, the Board unanimously approved the April 24, 2013, Board Minutes and July 16, July 24 2013 Special Meeting Board Minutes presented by Secretary Ljubenko.

Treasurer Cipparrone presented the July 31, 2013 Police Pension Fund Activity Report.

Jessie Barrett presented the Wells Fargo Advisors Asset Allocation Report.

Upon motion by Cipparrone, second by Beaver, the Board unanimously approved that all Board officers remain in their current positions for another year.

The Board discussed the presentations which were given by actuarial firms Foster & Foster Actuaries and Consultants, Inc, Gabriel, Roeder, Smith & Company, Eisenberg Associates, Ltd, and Lauterbach & Amen, LLP, at the Board's Special Meetings on July 16 & 24, 2013. The Board discussed the pros and cons of each firm, looking at issues such as actuarial credentials/certifications, education, flexibility in working with the Fund, cost, location and experience with Police and Fire Pension Funds in Illinois. Upon motion by Wardlaw, second by Beaver, the Board unanimously approved the selection of Lauterbach & Amen, LLP, as the actuarial firm for the Police Pension Fund.

Sec. Ljubenko advised the Board that attorney Chris Melnyczenko of Reimer & Karlson LLC law firm, reviewed the "Assignment and Agency Agreement" provided to the Board by Chicago Clearing Corporation (CCC) at the April 24, 2013 Board Meeting. Attorney Melnyczenko advised that the language in the agreement was acceptable and that the "Assignment and Agency Agreement" had been approved by his office. Upon motion by Ljubenko, second by Cipparrone, the Board unanimously approved the hiring of Chicago Clearing Corporation (CCC) to assist the Fund in collecting possible money due resulting from class action lawsuit settlements. The "Assignment and Agency Agreement" was completed by the Board and will be forwarded to CCC for their signature and acceptance.

Upon motion by Robertson, second by Beaver, the Board unanimously approved payment of legal fees in the amount of \$375.00 to Reimer & Karlson LLC for work performed regarding the CCC "Assignment and Agency Agreement."

The Board received a letter from the Coalition for Qualified Plan Status for Illinois Article 3 (Police) & Article 4 (Fire) Pension Funds advising that the previously issued 5-year (2009-2014) Determination Letter from the IRS was due to expire Jan. 31, 2014. The IRS Determination Letter recognizes Illinois Article 3 & Article 4 Pension Funds as "Qualified Plans" meaning the Funds are eligible for various federal tax benefits. The Coalition will soon file the applications for the new Determination Letter to cover the period Jan. 2014-Jan. 2019. The Coalition is asking each Illinois Article 3 & 4 Pension Fund to contribute \$300.00 to cover the filing fees, legal and accounting expenses for the 2014-2019 cycle. Upon motion by Wardlaw, second by Cipparrone, the Board unanimously approved the payment of \$300.00 to the Coalition for Qualified Plan Status. Treasurer Cipparrone will send the check to the Coalition.

Upon motion by Cipparrone, second by Robertson, the Board unanimously accepted the Application for Pension upon Retirement by Ofc. Russell Chorley. Ofc. Chorley was hired on January 2, 1984 and resigned on September 7, 2013, completing over 29 years dedicated service as a LaGrange Police Officer. Ofc. Chorley paid a total of \$146,311.95 by the way of salary deductions to the fund. Ofc. Chorley's initial benefit is \$5119.65 per month. His first cola increase occurs October 1, 2014.

The Board was advised of the recently received letter from the Aurora Police Pension Fund indicating that former Officer Antonio Piscopo had made application to transfer his creditable service time and requesting certain information regarding the pension portability of Ofc. Piscopo. Mr. Piscopo was a Police Officer with the LaGrange Police Department from June 14, 2010 to June 24, 2012, at which time he resigned to take a position with the Aurora Police Department.. Mr. Piscopo did not previously request or receive a refund of his employee contributions to the LaGrange Police Pension Fund, therefore no amount is due from him to reinstate service. Treasurer Cipparrone sent a letter to the Aurora Police Pension Fund confirming Mr. Piscopo's creditable service with the LaGrange Police Pension Fund and indicating the employee and employer contribution amounts to the Fund pursuant to 50 Ill. Adm. 4404.70. The Board awaits further correspondence from the Aurora Police Pension Fund regarding the pension transfer.

Upon motion by Wardlaw, second by Beaver, the Board unanimously approved payment of \$750.00 for V.P. Robertson to attend the I.P.P.F.A. Certified Trustee Training program in Nov. 2013 at the Northern Illinois University-Hoffman Estates campus. Since V.P. Robertson is also a Trustee with the Fire Pension Fund, they will pay half the cost of the training, \$375.00

There being no other business the meeting was adjourned at 5:10 P.M. The next meeting is scheduled for Wednesday October 23, 2013, 4:00 P.M. at the LaGrange Police Department.

Respectfully Submitted,

Stephen Ljubenko
Secretary