

Lake in the Hills Police Department Pension Board
Regular Meeting Minutes
January 18, 2021

The Police Pension Board Meeting was held remotely due to the Governor's order restricting gatherings of people in an effort to minimize the potential spread of COVID-19.

Roll Call

The meeting was called to order at 4:30 PM. In attendance were: President Howell, Vice President Helgerson, Trustee Coduto, Trustee Wolf and Trustee Recchia (joined at 4:36 PM). Also present was Interim Finance Director Frerichs, and Recording Secretary Carson.

Meeting Minutes

The minutes from the October 19, 2020 meeting were presented to the Board for review. Vice President Helgerson made a motion to accept the meeting minutes as presented, and Trustee Coduto seconded the motion. A roll call voice vote was taken with all ayes, and no nays. Motion was passed.

Public Comments

None at this time.

Consultant's Report

Mary Tomanek then provided the Board with the fourth quarter review, via telephone. She stated the S&P 500 was up 18% for the year. Some areas struggled with energy being down 34% and technology up 44% for a 78% differential. Overall the US economy is showing a lot of strengths in many areas, with the 'V' shaped recovery continuing. The bad news could be a huge balance sheet expansion, possible inflation, low pace of growth with a large debt burden. Mary advised that the situation is currently being monitored, as it could become a problem further down the road.

She continued and advised that the portfolio was up just under 13% for the year and just under 9% for the quarter. A few of the fixed income funds lagged which caused a slightly lower return. She also advised that rebalancing was needed as the targets were above what is allowed.

Vice President Helgerson advised of only a 1% variance over the target investment percentage, and with no new money to invest until new money becomes available, he made a motion to review and rebalance at the next meeting in April. Trustee Coduto seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

Vice President Helgerson made a motion to approve the investment report as presented. Trustee Coduto seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

Presentation of the Bills

Interim Finance Director Frerichs presented the bills for the pension check register for October, November and December 2020, from the Lauterbach & Amen (L&A) report, totaling \$244,767.24. The vendor check registers for September, October and November 2020 totaled \$65,586.46, for a combined total of \$310,353.70. Interim Finance Director Frerichs advised all payments are within the guidelines. Trustee Coduto made a motion to approve and pay the bills as presented. Vice President Helgerson seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

Treasurer's Report

Interim Finance Director Frerichs presented the financial statements through November 30, 2020 from the Lauterbach & Amen report with total assets being at \$38,852,877.41 million. Interim Finance Director Frerichs advised of a gain of \$4,153,000.00 million over the past year. Vice President Helgerson made a motion to approve the Treasurer's Report through November 30, 2020. Trustee Coduto seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

Old Business

Vice President Helgerson next provided an update for Officer Lewis. He advised she has seen the three doctors, seeing the last one today. He advised the Board that they will now be waiting for the reports to be sent to Board Attorney's office and then forwarded on to the Board. He reminded the Board that the matter is confidential and there is to be no discussion with anyone else. He added that a hearing will be occurring in the future.

An update for Officer Domagala was also presented to the Board. The Board Attorney's office has been in touch with him, and it is progressing. This is a non-duty related disability.

The portability request for Officer Kotlowski was reviewed. No action or correspondence was received from Officer Kotlowski, and Vice President Helgerson made a motion to rescind the transfer of fund receives, until a new calculation could be completed by L&A. Trustee Coduto seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

The annual examination and evaluations of disabled officers was next presented. Vice President Helgerson advised that this process is handled by the Board Attorney, and all five officers under age 50 (Albanese, A. Brey, James, Lathrop, and Pierson), were still all disabled after being re-evaluated. Vice President Helgerson made a motion to continue the disability pension payments for the next year. Trustee Coduto seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

Vice President Helgerson provided the Board with a consolidation update. He advised that they are still hoping to have the money start to be moved mid-year 2021. He said the police side is looking to hire consultants.

New Business

The schedule of pension benefits Cost of Living Adjustments (COLA), effective January 1, 2021 were presented to the Board. Vice President Helgerson advised this was a statutory requirement. Vice President Helgerson made a motion to approve the COLA increases, from the L&A report, effective January 1, 2021. Trustee Coduto seconded the motion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

The service credit and contributions from Cary Police Pension Fund for Officer Barham, in the amount of \$57,107.50 was received on January 10, 2021 for creditable service from her employment at Cary Police Department. This gives her three years, six months and five days of creditable service moving her hire date from June 9, 2017 to November 30, 2013. Vice President Helgerson made a motion to accept the portability service credit transfer from Cary Police Department with the change in her hire date, per the correspondence from L&A. Trustee Coduto seconded the motion. A roll call voice vote was taken with all ayes and no nays. Motion was passed.

Training Status

Vice President Helgerson inquired on the four-hour consolidation training. President Howell, Vice President Helgerson and Trustee Coduto advised they had completed the training, with Trustee Wolf and Recchia still needing to complete the online training.

Correspondence

Trustee Coduto inquired about the upcoming elections for President Howell and Trustee Recchia's positions. Trustee Coduto advised that he would get the ballots out in time to have the results for the next meeting in April.

Next Quarterly Meeting

The next meeting is scheduled for April 19, 2021, at 4:00 pm.

Adjournment

There being no further business at this time, at 5:23 pm, Trustee Wolf made a motion for adjournment, and Trustee Coduto seconded the motion. There was no further discussion. A roll call voice vote was taken with all ayes, and no nays. Motion was passed.

Pension Board Secretary

Pension Board President