

VILLAGE OF GLENCOE
POLICE PENSION FUND BOARD

REGULAR MEETING MINUTES
July 29, 2015

1. Call To Order

Wednesday, July 29, 2015 at 7:00 a.m.

Roll Call

The following were present:

Michael Neimark, President
Bruce Becker, Trustee
Peter Neville, Trustee

The following were absent:

Christopher Pfaff, Trustee
Joseph Walter, Trustee

The following were also present:

David A. Clark, Treasurer

Also present Representing Great Lakes Advisors, LLC. (GLA):

Kelly Weller, Managing Director, Client Service
Christy Coon, Senior Portfolio Manager
Steven Schenker, Client Portfolio Manager

2. Public Comment Time

There was no one in attendance from the public.

3. Approval of April 22, 2015 Minutes

Upon motion made, seconded and unanimously adopted by those present, the minutes of the April 22, 2015 meeting were approved as submitted.

4. Review Financial Activity with Great Lakes Advisors

Mr. Weller, from Great Lakes Advisors, announced that Bil Gregg is no longer with Great Lakes Advisors. He stated that Mr. Gregg left for a better opportunity but could not comment any further than that. Next Mr. Weller presented the portfolio summary for the period ending May 31, 2015. GLA will be reporting based on the Village's fiscal quarters rather than the calendar quarters to be in compliance with State of Illinois regulations. Since January 1, 2015 the portfolio increased from \$31.8 Million to \$32.0 Million. Equities represented 51% of the portfolio, fixed income represented 45% of the

portfolio and cash represented 3% of the portfolio. During the period, fund appreciation of \$177,824 was reported with account current yield of 2.59%.

Mr. Weller reported the following changes in portfolio value:

<u>CLASS</u>	<u>BEGINNING</u>	<u>ADDITION</u> <u>/WITHDRAWALS</u>	<u>APPRECIATION</u>	<u>ENDING</u>
FIXED INCOME	11,983,054	(350,653)	55,804	11,688,205
MUTUAL FUNDS-FI	2,526,257	750,024	22,554	3,298,835
LARGE CAP VALUE	3,540,361	-	58,998	3,599,359
SMID CAP	1,773,451	760,000	10,439	2,543,890
SMALL CAP	1,332,604	-	(11,702)	1,320,902
MUTUAL FUNDS-EQ	10,718,653	(1,160,024)	41,731	9,600,360
TOTAL	31,874,380	(653)	177,824	32,051,551

The Board next reviewed the following recommendations:

<u>SECURITY</u>	<u>AMOUNT</u>	<u>ACTION</u>	<u>NOTES</u>
ISHARE RUSSELL MIDCAP ETF	609,233	SELL	SELL ALL (REBALANCE SMID)
GLA FIXED INCOME (CUSTOM)	<u>1,000,000</u>	SELL	DOLLAR COST
TOTAL	1,609,233		

<u>SECURITY</u>	<u>AMOUNT</u>	<u>ACTION</u>	<u>NOTES</u>
COHEN & STEERS REALTY SHARES	409,233	BUY	REBALANCE
ISHARE IBOXX \$HIGH YIELD CORP BD ETF	420,000	BUY	DOLLAR COST
TEMPLETON GLOBAL BOND FD	416,000	BUY	DOLLAR COST
TCW FUNDS EMERGING MKT INC FD	<u>364,000</u>	BUY	DOLLAR COST
	1,609,233		

Following further discussion, Trustee Becker moved, seconded by Trustee Neville, to approve the investment instructions and to approve the Investment Guideline Overview contained in the Quarterly Report . Said motion was approved by the following vote:

AYES: Becker, Neville, Neimark (3)
 NAYES: None (0)
 ABSENT: Pfaff, Walter (2)

Members of the Board also made the following suggestions:

- That the quarterly report include a comparison of the actual portfolio allocation to the target portfolio allocation on the summary IPS Guidelines and Procedures page.

5. Review Actuarial Report for 2015 Tax Levy

Treasurer Clark reported the results of the annual actuarial report prepared by Tim Sharpe. Due to changes in reporting requirements, the report was completed earlier this year than in year's past. Due to the State of Illinois change in mortality and turnover, the anticipated contribution to be included in the Fiscal Year 2017 Budget will increase from \$1,562,863 to \$1,818,419. Absent the change in assumptions used by the State of Illinois, the increase would have been \$351. The anticipated contribution of \$1,818,419 is consistent with Village policy and past practice.

6. Approve Quarterly Payments and Disbursements

President Neimark presented the quarterly pension fund annuity payments in the amount of \$513,445.41 and quarterly accounts payable payments of \$29,729.42. Upon motion made, seconded and unanimously adopted by those present, the quarterly payments and disbursements were approved as submitted.

7. Review Annual Calendar

Review of annual calendar was deferred to the next meeting.

8. Training: Basic Accounting and Actuarial Training

The training topic was addressed in accordance with the Police Pension Fund' Board's Training Policy.

9. Adjournment

There being no further business to come before the Police Pension Fund Board, upon motion made, seconded and unanimously adopted by those present, the meeting was adjourned at 8:25 a.m.