

DRAFT FOR REVIEW AND APPROVAL

PONTIAC POLICE PENSION FUND BOARD

413 N. Mill St.

Pontiac, Ill. 61764

(815) 844-5148

Minutes of 6 April, 2020

President Henson called the regular meeting to order at 1:15 p.m. in the Training Room of Pontiac Police Department in the City Public Safety Complex.

Present: President Mike Henson, Secretary Roger Wahls, Alternate Secretary Don Schlosser, Treasurer Carole Peterson, Vice President Bradley Baird and Investment Consultant, Paul Marchese of Marquette Associates by conference call,

Public Comment: None offered.

Review of Minutes: Minutes of the regular meeting of 13 January, 2020 were reviewed. The minutes were approved by unanimous consent.

Treasurer's Report: Peterson gave the report. (See report attached labeled 1<sup>st</sup> Qtr. 2020 Police Pension First Financial Bank). The balance on hand 3 March, 2020 was \$230,287.78. The Report to be placed on file for audit.

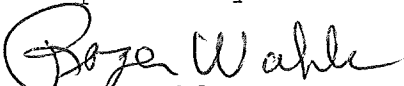
Investment Consultant Report: Marchese provided a detailed summary of market activity and the position of our investments as of 31 March, 2020 (see report attached). The market value of our fund was \$9,145,152: with the fixed income portion at 55%, U.S. equity 28%, non-U.S. equity 16%, real estate 1%, and cash <0.9%. Annualized performance net of fees was: YTD -8.9%, 1yr -2.3%, 3yr 2.4%, 5yr 2.8% and 7yr 3.4%. 2020 fiscal year, (April 1), performance was -2.3%. 2018 was the worst calendar year for a moderate stock and bond portfolio since 2008, according to Bloomberg Barclays Aggregate Index. The Market has been impacted by COVID19. The market peak was reached on 19 February and in about 19 days it had fallen by 35%. Henson moved and Baird offered a second to transfer \$100,000 from Eagle to cash and dollar cost average \$50,000 each transfer for four times into our equity composite, over the next quarter, in accordance with our Investment Policy, to re-balance our portfolio. Motion passed unanimous roll-call.

Old Business: The last quarterly payment to Marquette & Associates was made and \$150,000 was transferred from Van Guard Total Stock Market to cash.

New Business: Henson and Schlosser both won unopposed elections to remain on the Board. Peterson moved and Wahls offered a second to make the next quarterly payment of \$5,750 due to Marquette. Motion passed by unanimous roll-call. Schlosser moved and Baird offered a second to have Henson send a letter to Shawna Gilliam authorizing her to have her primary physician conduct an annual disability evaluation. Motion carried by unanimous vote. Due to the current COVID19 pandemic, the Spring IPPFA conference has been cancelled. Training of 8 hours must be done on line by August and documented and submitted to our Board upon completion. Schlosser moved and Wahls offered a second to pay the State Employee Retirement System (SERS) \$53,091.50 for pension contributions for the 59 ½ months of service Joseph Dittmer served PPD before transferring to Illinois State Police. (See copy of documentation attached.) Motion passed by unanimous roll-call. Baird moved and Wahls offered a second to act on former Member Mike Willis' request to begin payment of retirement benefits of \$30,034.73 annually, (prorated for the first month of \$645.91) See documentation attached. Motion passed by unanimous roll-call.

There being no objection, the meeting was adjourned by consent.

Respectfully submitted,

  
Roger Wahls