

Bartlett Police Pension Fund

Minutes of the meeting on April 19, 2016

Call to Order:

- Martin Heneghan called the meeting to order at 1:10 pm

Roll Call:

- Present: Michael Rummell, Marty Heneghan, Dan Palmer, Jeff Martynowicz, Cary Collins, Mary Tomanek
- Absent: Jon Neidlinger, Art Saucedo

Minutes:

- Minutes from the January 19, 2016 Pension Fund meeting were reviewed. Dan Palmer motioned to accept the minutes as is. Mike Rummell seconded the motion.

All in favor: All

Opposed: None

Public Comment:

- None

Investment Performance Reports:

- **Quarter in Review**
 - US equity markets ended the quarter about even and international positions down 3-5%. Fears of a global recession, ineffective central bank policy, China currency war and declining oil prices all caused investors' anxiety. The S&P 500 index increased 1.3% for the quarter, and value stocks leading the way over growth stocks. The bond market benefited from falling rates.

- **Looking Ahead**

- We are seeing encouraging signs of stabilization in China, and believe a gradual rebalancing will continue. Oil prices seem to have bottomed, and are likely to stay subdued. The risk of recession has risen to 30%, however a global recession is relatively rare. We only expect one rate hike from the Fed in late 2016. Repeated easing initiatives by global central banks are having a diminishing effect on financial markets. “Things are mixed, not great”.

- **Manager/Fund Issues**

- Mainstay ICAP International Portfolio Manager to retire effective 9/30/2016. The firm is transitioning management.

- **Graystone During the Quarter**

- Assisted Finance Dept. with establishing the money market fund at US Bank.

- **Other News**

- Mary discussed developing a “Draft” Mutual Fund “Watch/Termination” criteria. The Board was very interested in this.
- Mary met with the Investment Committee to strategize on replacement for Faye Lg Core and reviewed mutual fund criteria.
- Mary attended the Graystone Annual Directors meeting.

- **Recommendations**

- Terminate Faye Lg Core and transfer proceeds to 34% Vanguard S&P 500 Index Fund, 33% to Washington Mutual, 33% to Columbia Dividend income. Mike Rummell motioned to accept this recommendation. Dan Palmer seconded the motion.

Mike Rummell: Yes

Dan Palmer: Yes

Marty Heneghan: Yes

- Consider transferring Mainstay ICAP Int’l to American Funds Europacific due to Scorecard concerns and pending manager issues. Dan Palmer motioned to accept this recommendation. Mike Rummell seconded the motion.

Mike Rummell: Yes

Dan Palmer: Yes

Martin Heneghan: Yes

Treasurer's Report:

- Jeff Martynowicz presented the Budget Status Report year to date. Total revenue for the fiscal year is \$2,115,422 Actual YTD. Total expenses are \$1,291,418 Actual YTD. Mike Rummell motioned to accept the Budget Report. Dan Palmer seconded the motion.

All in favor: All
Opposed: None

- Jeff Martynowicz presented the Bills List (January-March 2016). Total bills to be paid is \$347,404.91. Dan Palmer motioned to accept the Bills List as is. Mike Rummell seconded the motion.

All in Favor: All
Opposed: None

Communications Report:

- Election results are in, Dave Smith and Bill Hecker will replace outgoing president Jon Neidlinger and Secretary Mike Rummell.
 - Dave Smith 40 votes
 - Bill Hecker 26 votes
 - Tom Alagna 22 votes
- Still missing beneficiary information from Ronald Graziano. All other forms received and filed.

New Employee Applicants, Withdrawals, Retirement or Disability

- Application for Membership for Officer Eric Schultz (DOB 04/10/85) who was hired on 3/30/16.
 - Martin Heneghan, Michael Rummell, and Dan Palmer signed the application.
- Application for Retirement for Officer Kevin Gost. His last day on Village of Bartlett payroll will be May 22, 2016 and his expected pension start date is May 23, 2016.
 - Martin Heneghan and Mike Rummell signed the application.

- Jennifer Brown had a Functional Capacity Evaluation which was ordered by one of our three doctors. Based on the evaluation, Dr. Stamelos recommends Jennifer Brown complete a work hardening program for three to six months in order to get back to work. Cary Collins will speak with Jennifer's attorney and make the recommendation. If they don't agree, they will be asked to request a hearing date.

Old Business

- None

New Business

- Dan Palmer completed his mandatory 32 hours of training. He will have the certificates for the July meeting.
- New trustees will need to enroll in the 32 hours of mandatory training.

Attorney's Report

- None

Adjournment

- Martin Heneghan motioned to adjourn at 2:15 PM. Mike Rummell seconded the motion.

- **The next regular scheduled meeting will be July 19, 2016 at 1:00 pm.**

Sincerely,

Michael Rummell
Secretary