

Campton Hills Police Pension Fund

Meeting of the Board of Trustees

October 20, 2010

Meeting held at the Campton Hills Police Department, 40W115 Campton Crossings Dr. Unit B, Campton Hills, IL.

President Denison called the meeting to order at 2:01 p.m.

Board Members Present: George Denniston, Dan Hoffman, Randy Johnson

Board Members Absent: Tom Clark

A motion was made by Dan Hoffman seconded by Randy Johnson to approve the minutes from the July 14, 2010 meeting. A voice vote was unanimous.

Communications: Nothing

Old Business:

Equity Investments: Dan Hoffman advised that he met with the investment firm of Mitchell, Vaught and Taylor to discuss the potential of managing the CHPD police pension fund investments. MV&T are professional money managers, currently investing funds for various police pension funds in Illinois. MV&T agreed to manage the CHPD pension fund for a total of .5% annually. A discussion ensued about the merits of MV&T's management of the funds. Moving funds to MV&T would allow CHPD pension fund to expand their investment horizon out of money market funds and CD's, both currently paying less than 1.5%. The funds would be SIPC insured and MV&T would be fiduciaries as prescribed by statute. A motion was made by Dan Hoffman, seconded by George Denniston to have MV&T manage the funds in the CHPD Pension Fund. All voted in the affirmative.

Dan Hoffman advised that he would have all the necessary arrangements made to transfer CHPD funds with the Village Treasurer and get the necessary paperwork signed and submitted.

New Business:

Financial Report: Dan Hoffman reported that as of 09/30/2010, the CHPD Pension Fund had total assets of \$137,949.74. \$56,356.56 was invested in the Illinois Fund and \$80,657.29 was invested in short term CD's, with \$935.89 as interest receivable. A motion was made by Dan Hoffman, seconded by Randy Johnson to accept the financial report. All voted in the affirmative.

Pension Conference: Dan Hoffman advised he attended the Pension Conference held in St. Louis. He addressed the mandatory training issue for pension trustees. He advised that there is on-line training through IPPFA which trustees can take.

Actuary Report: Dan Hoffman was asked by Village President Patsy Smith if the Pension Fund could contact the Dept. of Insurance or an actuary involved in Pension projections, to analyze the funding ratio of the CHPD Pension Fund. Since the CHPD Pension Fund is not returning the assumed 7%, Smith advised that the Village needs to know how much it would cost to keep the fund 100% funded in the

absence of the 7% assumed investment return. It was agreed that Dan Hoffman would contact the DOI or an actuary to determine who would make that calculation.

Closed Session: The board did not enter into closed session.

Next Meeting: The next meeting is scheduled for January 19, 2011 at 2:00 p.m.

Adjournment: Motion was made by Randy Johnson , seconded by Dan Hoffman to adjourn the meeting at 2:25 p.m. A voice vote was unanimous.

Minutes prepared by Dan Hoffman