

**MINUTES OF A REGULAR MEETING OF THE
HICKORY HILLS POLICE PENSION FUND
BOARD OF TRUSTEES
JANUARY 20, 2021**

A regular meeting of the Hickory Hills Police Pension Fund Board of Trustees was held on Wednesday, January 20, 2021 at 5:00 p.m. in the training room at the Hickory Hills Police Department located at 8800 West 87th Street, Hickory Hills, Illinois 60457, pursuant to notice.

CALL TO ORDER: Trustee McDonald called the meeting to order at 5:03 p.m.

ROLL CALL:

PRESENT: Trustees Mary McDonald, Alejandro Lopez and Brian Nelligan
ABSENT: Trustee Mary Anne Doherty
ALSO PRESENT: Tom Sawyer, Sawyer Falduto Asset Management, LLC; Allison Barrett (*via teleconference*), Amanda Secor and Elizabeth Adelman, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *October 14, 2020 Regular Meeting:* The Board reviewed the October 14, 2020 regular meeting minutes. A motion was made by Trustee Nelligan and seconded by Trustee Lopez to approve the October 14, 2020 regular meeting minutes as written. Motion carried unanimously by voice vote.

Semi-Annual Review of Closed Session Meeting Minutes: There were no closed session meeting minutes for review.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report and Presentation and Approval of Bills:* The Board reviewed the Monthly Financial Report for the eight-month period ending December 31, 2020. As of December 31, 2020, the net position held in trust for pension benefits is \$32,945,777.10, for a change in position of \$5,503,137.64. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report, Payroll Journal and the Vendor Check Report for the period October 1, 2020 through December 31, 2020 for total disbursements of \$96,055.63. A motion was made by Trustee Nelligan and seconded by Trustee Lopez to accept the Monthly Financial Report as presented and to approve the disbursements shown on the Vendor Check Report in the amount of \$96,055.63. Motion carried by roll call vote.

AYES: Trustees McDonald, Lopez and Nelligan
NAYS: None
ABSENT: Trustee Doherty

Additional Bills, if any: There were no additional bills presented for approval.

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Quarterly Investment Performance Report:* Mr. Sawyer presented the Quarterly Investment Performance Report for the period ending December 31, 2020. As of December 31, 2020, the fourth quarter net return is 8.77% versus the fourth quarter account benchmark of 10.07%. The investment return for the quarter is \$2,670,989 for an ending market value of \$32,933,056. The current asset allocation is as follows: fixed income at 37.9%, equities at 60.3% and cash equivalents at 1.8%. Mr. Sawyer reviewed the Market Commentary, Equity and Fixed Income Portfolios, Credit Rating Report and Transaction Ledger Report with the Board. A motion was made by Trustee Lopez and seconded by Trustee Nelligan to accept the Quarterly Investment Performance Report as presented. Motion carried unanimously by voice vote.

Review/Update Investment Policy: The Board discussed the Investment Policy and determined that no changes are required at this time.

COMMUNICATIONS AND REPORTS: *Statements of Economic Interest:* The Board noted that the List of Filers must be submitted to the County by the City by February 1, 2021. Statements of Economic Interest will be sent to all registered filers who will need to respond by the deadline of May 1, 2021.

2021 IRS Mileage Rate: The Board noted that the IRS standard business mileage rate used for reimbursement decreased to \$0.56 per mile effective January 1, 2021.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: *Discussion/Possible Action – Scott Sodaro Revised Regular Retirement Benefit:* Trustee McDonald informed the Board that Mr. Sodaro is entitled to a revised regular retirement benefit, due to a contract settlement. L&A will prepare an updated benefit calculation for the Board's review and approval upon receipt of the necessary information. A status update will be provided at the next regular meeting.

Allison Barrett joined the meeting via teleconference at 5:32 p.m. during the discussion regarding Scott Sodaro's revised benefit and disconnected from the meeting at 5:39 p.m.

OLD BUSINESS: There was no old business.

TRUSTEE TRAINING UPDATES: The Board discussed upcoming training opportunities. Trustees were reminded to submit any training certificates to L&A for recordkeeping.

Approval of Trustee Training Registration Fees and Reimbursable Expenses: There were no trustee training registration fees or reimbursable expenses presented for approval.

NEW BUSINESS: *Review Trustee Term Expirations and Election Procedures:* The Board noted that the active member terms currently held by Trustees Lopez and Nelligan are expiring in May 2021. Trustees Lopez and Nelligan expressed their interest to remain on the Board, if nominated. L&A will conduct an election on behalf of the Pension Fund for the two active member Trustee positions. The Board also noted that the appointed Trustee position held by Trustee McDonald is expiring in April 2021 and she desires to remain on the Board. The Board will contact the City to seek reappointment of Trustee McDonald to the Board.

ATTORNEY'S REPORT – REIMER DOBROVOLNY & LABARDI PC: *Legal Updates:* The Board reviewed the Reimer Dobrovolny & LaBardi PC quarterly newsletter, *Legal and Legislative Update*.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Application for Membership – Kaitlyn Manion:* The Board reviewed the Application for Membership submitted by Kaitlyn Manion. A motion was made by Trustee Nelligan and seconded by Trustee Lopez to accept Kaitlyn Manion into the Hickory Hills Police Pension Fund effective January 4, 2021, as a Tier II participant. Motion carried unanimously by voice vote.

NEW BUSINESS (CONTINUED): *Approve Annual Cost of Living Adjustments for Pensioners:* The Board reviewed the 2021 Cost of Living Adjustments (see attached) calculated by L&A. A motion was made by Trustee Lopez and seconded by Trustee Nelligan to approve the 2021 Cost of Living Adjustments as required by statute and calculated by L&A. Motion carried by roll call vote.

AYES: Trustees McDonald, Lopez and Nelligan

NAYS: None

ABSENT: Trustee Doherty

ADJOURNMENT: A motion was made by Trustee Nelligan and seconded by Trustee Lopez to adjourn the meeting at 5:53 p.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for April 21, 2021 at 5:00 p.m.

Mary J McDonald
Board President or Secretary

Minutes approved by the Board of Trustees on 4-21-2021

Minutes prepared by Amanda Secor, Pension Services Administrator, Lauterbach & Amen, LLP

