

Minutes of the Regular Meeting of the  
South Barrington Police Pension Fund  
Held on Tuesday, January 30, 2018  
2:45 p.m. in William R. Rose Hall

Call to Order - President Cordell called the meeting to order at 3:00 pm.

Roll Call - Roll call was taken. Present: Board President Ray Cordell, Trustee Edgar Alvarado, Trustee Sam Lopez, and Trustee Adam Puralewski. A quorum was present. Also present was Police Chief Tom Roman and Treasurer Michelle Bodie. Trustee Joe Abbate and President Paula McCombie joined the meeting at 3:15 pm

Public Comment - None

New Business – Trustee Alvarado passed out a list of sample questions to all trustees to facilitate the question and answer segment of the presentations.

John Johnson of the firm Zemenick & Walker was introduced to the Board. He distributed an Investment Advisory Overview document to the Board which provided information on the background and services of his firm. In particular, Mr. Johnson discussed why competitive pricing of fixed income investments is important. His presentation contained sample client reports for annual fee summary, account reconciliation and cash flow review.

Thomas Sawyer and John Falduto of the firm Sawyer Falduto were introduced to the Board. Although this firm was started in 2007, the partners have worked together managing pension fund investments for 25 years. Currently they have \$2.3 billion in pension fund assets under management for 139 Illinois Police & Firefighter Pension Funds. They described their systematic approach to investment management and the importance of asset allocation.

The firm of Mitchell, Vaught & Taylor (MVT) was represented by Bill Yocius, Dwight Ower and Emily Agosto. After introductions, Mr. Yocius focused on the performance of the South Barrington Pension Fund since MVT became the manager in March 2008, the GIPS compliance status of the firm and the competitive flat management fee charged to the South Barrington Pension Fund. He also highlighted the firm's commitment to IPPAC and the educational contributions made to the group. The presentation concluded with information on the evaluation tools used for research and the quarterly reporting model provided by the firm.

Following the final presentation, Board members reflected on their impressions of each firm based on information from the presentations and experience. Trustee Alvarado distributed additional comparative materials for the 3 firms using the data supplied in their proposals. Specifically, a Summary of the RFP Assessments, 1-3-5-10 year returns with various Equity & Fixed Income Weights, and a Fee Comparison Table for Portfolios of \$10, \$15 and \$20 million were reviewed by Trustee Alvarado with the Board.

Following a discussion of the information presented by Trustee Alvarado as well as the pros and cons of each firm relative to the needs of the South Barrington Police Pension Fund, a motion was made by Trustee Puralewski and seconded by Trustee Lopez to appoint Mitchell, Vaught & Taylor as the South Barrington Police Pension investment advisor. The motion passed by roll call vote.

President Cordell	yes
Trustee Lopez	yes
Trustee Puralewski	yes
Trustee Abbate	yes
Trustee Alvarado	yes

Treasurer Bodie was directed to contact Mitchell Vaught & Taylor to inform them of the Board's decision to continue their investment management services. The Board was hopeful that a meeting could be scheduled on February 28<sup>th</sup> at 3:00 pm with MVT to discuss the investment policy, asset allocation and the quarterly statement presentation. Treasurer Bodie was also instructed to contact the two unsuccessful proposal candidates to thank them for their informative presentation and participation in this RFP.

Executive Session - None

Old Business -

New Business - Treasurer Bodie stated the fund officially reached the \$10,000,000 threshold with a total fund asset balance of \$10,219,250 documented by a balance of \$9,971,906 in the combined TD Ameritrade accounts and \$247,344 in the local BMO Harris account on January 22, 2018.

Adjournment. Trustee Lopez motioned and Trustee Puralewski seconded, to adjourn the meeting. The motion carried by voice vote. The meeting adjourned at 7:15 pm.

The minutes of the January 30, 2018 South Barrington Police Department Police Pension Board regular meeting are respectfully submitted.

Michelle Bodie, Treasurer

These minutes were approved on  
This 10 day of April, 2018

Signature 