

# SOUTH BARRINGTON POLICE PENSION FUND

30 S. Barrington Road, South Barrington, Illinois 60010

## SOUTH BARRINGTON POLICE PENSION FUND BOARD OF TRUSTEES REGULAR MEETING MINUTES

TUESDAY, APRIL 19, 2022 AT 4:30 P.M.

A meeting of the Board of Trustees of the South Barrington Police Pension Fund was held on Tuesday, January 18, 2022 at 4:30 p.m. at the South Barrington Village Hall, 30 S. Barrington Road, South Barrington, Illinois, 60010, for the purpose of conducting regular business.

**TRUSTEES PRESENT:** Joseph Abbate  
Jason Axelrod  
Edgar Alvarado  
Ray Cordell

**TRUSTEES ABSENT:** Sam Lopez

**OTHERS PRESENT:** Michelle Bodie, Village Treasurer  
Thomas Hartwell, Collins & Radja  
Marty McLaughlin, ASB Capital Management (*via telephone*)  
Mike Stafford, ASB Capital Management (*via telephone*)  
Paula McCombie, Mayor  
Anthony Stagno, Village Trustee  
Allie Rysell, Foster & Foster, Inc.

- 1. CALL THE MEETING TO ORDER:** Trustee Cordell called the meeting to order at 4:32 p.m.
- 2. ROLL CALL:** As reflected above.
- 3. PUBLIC COMMENT:** There were no comments from the public.
- 4. MEETING MINUTES:** *Review/Approve Regular Board Meeting Minutes – January 18, 2022:* The Board reviewed the draft minutes from the January 18, 2022 regular board meeting. A motion was made by Trustee Axelrod and seconded by Trustee Alvarado to approve the January 18, 2022 regular board meeting minutes. Motion carried unanimously by voice vote.
- 5. INVESTMENT ADVISOR:** *Review/Accept Quarterly Investment Report – ASB Capital Management:* Mr. Stafford and Mr. McLaughlin presented the Quarterly Investment Report for the period ending March 31, 2022. The ending portfolio value for the period ended March 31, 2022 was \$15,805,691 with a return of (5.01%), for an investment loss of \$826,203. The Asset Allocation for the portfolio for the period ended March 31, 2022 was as follows: 66% Equity, 33.7% Fixed Income, and 0.3% in Cash. Mr. Stafford reviewed the Performance Summary, Historical Returns, Capital Markets Review, and Portfolio Appraisal. The Board discussed inflation and the market volatility with Treasurer Bodie and ASB. Trustee Alvarado informed Mr. Stafford and Mr. McLaughlin that the Fund has been moved to an asset investment transfer date to the IPOPIF of June 1<sup>st</sup> or later. The Board reviewed the portfolio and discussed the current investment strategy along with the investment strategy leading up to the Fund's new transition date. The lines of communication would remain open with the ASB to ensure a smooth transition leading up to the transfer date. A motion was made by

Trustee Alvarado and seconded by Trustee Abbate to accept the Quarterly Investment Report. Motion carried unanimously by voice vote.

*Review Investment Policy and Approval of Revisions, if necessary:* No changes were needed to the Investment Policy.

6. **TREASURER'S REPORT:** *Review/Approve – Quarterly Financial Report:* Treasurer Bodie presented the Village of South Barrington Summary of Police Pension Activity for the FYE April 30, 2022. She reviewed the cash balances, accounts receivable, prepaid expenses, accounts payable, and net fund balance statements. As of March 31, 2022. The net fund balance was \$16,382,956.37. Treasurer Bodie informed the Board that the arrangement with BMO Harris Bank has recently changed. Rather than earning interest, the Fund will now be charged a bank fee of approximately \$30 per month. She is looking into possible solutions, and an update will be provided at a future meeting. All questions were answered by Treasurer Bodie. A motion was made by Trustee Alvarado and seconded by Trustee Axelrod to approve the Treasurer's Quarterly Financial Report. Motion carried unanimously by voice vote.

*Mr. McLaughlin and Mr. Stafford ended the telephone call with the Board at 4:55 p.m.*

*Discuss Additional Contribution Approved by Village Board for Pension Fund:* Treasurer Bodie informed the Board that an additional Village contribution to the Fund in the amount of \$200,000 was approved at the April 14, 2022 meeting. The contribution will be sent on April 20, 2022. The Board discussed transferring the funds to ASB Capital Management to be reinvested or held in cash due to the market volatility. A motion was made by Trustee Abbate and seconded by Trustee Alvarado to send the \$200,000 contribution to ASB Capital Management. Motion carried by roll call vote.

AYES: Trustees Abbate, Axelrod, Alvarado, and Cordell

NAYS: None

ABSENT: Trustee Lopez

7. **ATTORNEY'S REPORT:** *Robert Rycraft Appeal Update:* Attorney Hartwell provided an update to the Board on Mr. Robert Rycraft's appeal. He informed the Board that a ruling was scheduled held on April 21<sup>st</sup>. However, the Judge changed a decision to a status update. An update would be provided to the Board at the next meeting. All questions were answered by Attorney Hartwell.

*Other Legal Updates:* Attorney Hartwell provided an update on the consolidation lawsuit, Arlington Heights PPF v. Pritzker, which is still pending. He stated that due to the pending litigation and operational logistical issues, it is highly unlikely that the IPOPIF will be able to transfer all investment assets from Article 3 pension funds by the statutory due date of June 30, 2022. He discussed the Board's fiduciary obligations for transferring pension fund investment assets to the IPOPIF, along with the potential penalties. Attorney Hartwell discussed the potential outcomes pending the Circuit Court's decision. A special meeting may be scheduled prior to the July 19, 2022 regular board meeting if needed.

8. **MEMBERSHIP UPDATES:** *Resignation of Sgt. Jeffrey Lang – Effective May 10, 2022 (Eligible October 14, 2026 for Pension Benefits):* The Board reviewed a memorandum dated April 15, 2022 from Sergeant Lang to Chief Roman regarding his intention to retire on May 10, 2022 and he will be

a deferred pensioner. Treasurer Bodie will work with the member to complete the Application for Retirement Benefits Form for deferred pension benefits. Further discussion would be held at the next meeting.

9. **EXPENDITURES:** *Review/Approve Quarterly Transactions:* Treasurer Bodie reviewed the Quarterly Transactions for the period ended April 19, 2022 totaling \$13,370.99 as follows:
- ASB Capital Management Invoice #SBARRE-2022Q1 in the amount of \$9,747.34 for investment services;
  - Collins, Radja & Hartwell PC Invoice #358 in the amount of \$875 for hourly legal services pertaining to the Rycraft matter;
  - Collins, Radja & Hartwell PC Invoice #397 in the amount of \$800.00 for the March-May 2022 retainer fee for legal services;
  - Collins, Radja & Hartwell PC Invoice #424 in the amount of \$125 for hourly legal services pertaining to the Rycraft matter;
  - Foster & Foster Invoice #23390 in the amount of \$960.00 for administrative services for the period January-March 2022;
  - Jansen Jacobsen & Associates Inc. Invoice #59996 in the amount of \$863.65 the Public Officials Bond

*Review/Approve Additional Invoices:* Several Trustees stated that they would be interested in attending the May 2022 IPPAC Conference.

A motion was made by Trustee Abbate and seconded by Trustee Axelrod to approve the quarterly transactions presented in the amount of \$13,370.99 and the IPPAC trustee training fees in the amount of \$850.96 for a grand total of \$14,229.15. Motion carried unanimously by roll call vote.

AYES: Trustees Abbate, Axelrod, Alvarado, and Cordell  
NAYS: None  
ABSENT: Trustee Lopez

*IDOI Compliance Fee* – Treasurer Bodie indicated that the statutory IDOI Compliance Fee would be paid upon receipt and ratified by the Board at the next meeting.

10. **COMMUNICATIONS:** *The Statements of Economic Interest:* Treasurer Bodie reminded the Board to complete their Statements of Economic Interest by the May 2, 2022 due date.

*Status of Annual Affidavits Certifying Pension Eligibility:* The Plan Administrator informed the Board that the annual affidavits were mailed to each pensioner and the due date to respond is April 22, 2022. To date, Linda Turney and Steven Dorgan are the only pensioners that have not submitted their completed affidavit. An update would be provided at the next meeting.

11. **OLD BUSINESS:** *Illinois Police Officers' Pension Investment Fund - Review Correspondence from Executive Director Regarding New Tranche Assignment – June 1, 2022 (or later):* The Board reviewed correspondence from Treasurer Bodie and Richard White, IPOPIF Executive Director, regarding the Fund's new transfer date of June 1, 2022.

*Discussion/Possible Action – Adopt Resolution Appointing Authorized Agents and Execute Exhibits:* Attorney Hartwell reviewed IPOPIF documents that the Board would need to complete to prepare for the transfer of investment assets. The Board discussed tabling action pending the outcome of the Circuit Court ruling. A motion was made by Trustee Abbate and seconded by Trustee Alvarado to delay the approval of the resolution and completion of exhibit forms. Motion carried unanimously by roll call vote.

AYES: Trustees Abbate, Axelrod, Alvarado, and Cordell

NAYS: None


ABSENT: Trustee Lopez

**12. NEW BUSINESS:** There was nothing new to discuss.

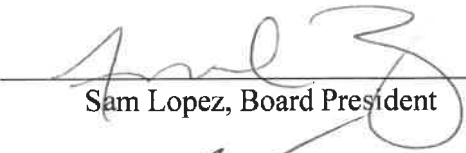
**13. CLOSED SESSION:** The Board determined that closed session was not needed.

**14. ADJOURNMENT:** With no further business to discuss, a motion was made by Trustee Axelrod and seconded by Trustee Abbate to adjourn the meeting at 5:49 p.m. Motion carried unanimously by voice vote.

Respectfully submitted by:

  
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Allie Rysell, Plan Administrator  
Foster & Foster, Inc.

Approved by:

  
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Sam Lopez, Board President

  
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Jason Axelrod, Board Secretary

Date Approved by the Board of Trustees: 7/19/22