Carbondale Police Pension Fund

Board Meeting Minutes

Carbondale Civic Center

January 21st, 2020

1. Call to Order/Roll Call

Board President Mark Goddard called the meeting to order at about 1330 hours. Present were board members Mark Goddard, Jeff Davis, Don Priddy and Tony Williams. Paul Echols was excused absent. Also present were board attorney Dennis Orsey and investment manager Patrick Donnelly. Also present was Robert Phillips, who is interning with the city's finance department. Daniel Rice joined the meeting at about 1340 hours.

2. Public Comments

None

3. Minutes

Davis moved, Williams seconded, to approve the minutes from the December board meeting. Motion carried.

4. Correspondence

Corey Brinkley has requested to withdraw of his contributions. He is now working for the Illinois Secretary of State Police, and is preparing to deploy to Afghanistan. He made the request last week, but due to the weekend and the holiday on Monday, it did not get added to the agenda, disallowing a vote. The item will appear on next month's agenda.

5. Bills

Davis moved, Priddy seconded, to pay Dennis Orsey $1,118.38 for fees above the quarterly retainer. Roll call vote: All voted yes.

6. Treasurer's report

Davis presented the treasurer's report. The fund now stands at about $30.2 million in total value. A total of about $361,000 in real estate, subsidies and interest payments was recently added to the fund. The fund is up by $2.1 million over the past year. Williams moved, Priddy seconded, to approve the treasurer's report. Motion passed.

7. Special Setting: Daniel Rice Annual Disability Review Administrative Hearing

At about 1410 hours, Orsey presented a total of 5 exhibits pertaining to the initial disability of Daniel Rice and subsequent doctor visits, the most recent of which indicates that the doctor believes Daniel to

still be disabled and unable to return to work. Williams moved, Priddy seconded, to approve Daniel Rice's continued status as disabled. Roll call vote: All voted yes.

8. Investment Report

Patrick Donnelly of Greystone Consulting presented his investment report. The fund is doing well, though recent events are prompting one recommendation. Greystome Consulting previously obtained a letter from the IDOI indicating that ETF funds were allowable. In a recent audit by federal regulators, this was challenged. Upon inquiry to the IDOI, they would not retain their stance that ETF's were allowable in a public pension fund. Therefore, Donnelly recommends the following fund transfers:

Current Position		Recommended Position
IVV I SHARES CORE S AND P	TO	VFIAX VANGUARD 500 ADMIRAL
IJH ISHARES S AND P MIDCAP 400 INDEX	TO	VIMAX MIDCAP INDEX ADMIRAL
IJR ISHARES SP SMALLCAP 600 INDEX	TO	VSMAX SMALL CAP INDEX ADMIRAL
VEA VANGUARD FTSE DEVELOPED MKTS E	TO	VTIAX INTERNATIONAL STOCK INDEX
VWO VANGUARD FTSE EMERGING MARKETS	TO	VEMAX EM StK IND

Davis moved, Priddy seconded, to make the recommended changes. Roll call vote: All voted yes.

Davis moved, Priddy seconded, to move $1.2 million from the Illinois Funds account to Weaver Barksdale account. Roll call vote; all voted yes.

9. Old Business

A) Heather Reno has submitted her answer to the board's question on repayment of the overpayment the prior year. She elected option 4, to pay it off over 36 months. Davis moved, Williams seconded, to ratify the decision. Roll call vote; all voted yes. The repayment will occur by monthly paycheck deductions.

B) The annual disability review process for Christine Snyder is underway.

C) The annual disability review process for Trey Harris is underway.

10. New Business

A) There is nothing to report as changes to the pension made by Senate Bill 1300 continue to roll out.

B) Attorney Orsey indicated that he would be unable to attend the scheduled 2020 October meeting, and requested the meeting be moved to October 6th. Davis moved, Williams seconded, to move the meeting to October 6th. Motion carried.

C) A review of the annual COLA increases occurred. Davis moved, Priddy seconded, to approve all COLA increases, including Mark Goddard's pending COLA increase in February. Davis moved, Priddy seconded, to approve the COLA increases. Motion carried.

D) The IDOI report has not yet been received by the City. The City levied a total of $2,526,614 for the fund, which is consistent with the Tepfur Actuarial report's recommendation.

E) The board members have not yet received their annual Statements of Economic Interest this year. They are due May 1.

F) Davis will soon be contacting the Bank of Carbondale regarding the Illinois Finance Entity update, which is due February 28th.

G) A discussion of the upcoming board elections was held. Board members Goddard, Priddy and Williams have terms that expire on April 30, 2020. Davis' term expires on May 12, 2020. Goddard will not be eligible to run for the active position he currently holds. The election for active and pensioner members will occur on/by the 3rd Monday in April. It was agreed that a notice would be sent out to pensioners as soon as possible.

11. Application for Membership

N/A

12. Application for Benefits

N/A

13. Next Meeting Date/Adjournment

The next board meeting date will be Tuesday, February 18th at 1:30 PM. Williams moved, Davis seconded, to adjourn the meeting. Motion carried.

Respectfully submitted,

Anthony Williams

Board Secretary