Call to order and Roll call: The Police Pension Board meeting was called to order by President Keith Hogan at 8:05 am. The meeting was held in the Spring Grove Police Department training room. Present for the meeting, President Keith Hogan, Trustees Dave Holem, Tom Sanders, Rich Kresen, Lee Redlin. Also, present, Treasurer Judy Olson, and John Falduto of Sawyer, Falduto Investments.

Public comment: None

Approval of Previous Meeting Minutes: A. Tom Sanders motioned to accept the Tuesday, July 11, 2017 quarterly meeting minutes, seconded by Rich Kresen, motion passed.
B. Tom Sanders motioned to accept the Special Meeting minutes of Tuesday, August 8th, 2017, seconded by Rich Kresen, motion passed.

Treasurer Report/Investment report:
A. Judy Olson presented to the board her report as follows;
   As of September 30, 2017, the Police Pension Fund had the following assets:

   First National Bank checking                        $301,256.18

   Schwab Investment Account:
   Equity Funds                                      1,174,020.05
   Fixed income                                       1,675,871.01
   Money Market Funds (Sweep)                        22,359.66
   Accrued Income                                    11,749.77
   **Total Investment Account**                      **$2,884,000.49**

   **Total Assets**                                  **$3,185,256.67**

To date we have received $334,451.73 in property tax with a total levy of $338,500. This leaves a receivable of $4,049.

Tom Sanders motioned to accept the Treasurer’s Report, Dave Holem seconded the motion; motion passed.
B. Dave Holem motioned to approve payment to Lauterbach & Amen of $4,200 for actuarial services, Keith Hogan seconded the motion; motion passed
C. Tom Sanders motioned to approve payment to Eder, Casella for FY 2017 Audit Report and DOI report for $2,325. Keith Hogan seconded the motion; motion passed.
D. Keith Hogan motioned to approve of IPPAC new trustee on-line training of $650. Tom Sanders seconded the motion; motion passed.
E. Dave Holem motion to Ratify payment to pension attorney of $922.50, Tom Sanders seconded the motion; motion passed.
Communications and Special Reports/Presentations: John Falduto of Sawyer, Falduto Asset Management, LLC handed the board his Quarterly Investment Performance Report. John said everything is really looking good so far and should continue to grow. He stated it was a little slow in the beginning of the year, but with economy improving, we should see better growth.

Consideration of and action upon applicants for admission to, benefits from, and /or withdrawal of members from the pension fund.
A. Police Officer Kevin Freese submitted his application to the Police Pension Fund as a new hire as a full-time police officer. Kevin’s start date with the Police Department was August 28th, 2017. President Keith Hogan motioned to approve the admission of Kevin Freese to the Pension fund. Tom Sanders seconded the motion; motion passed.
B. The transfer of funds to Gurnee Police Department on behalf of Stanley St. Clair; Judy stated we are still waiting for the True Cost bill from Gurnee and Stanley St. Clair will have to make some decisions about the transfer of funds. This will be moved to unfinished business.

Unfinished Business: A. Department of Insurance desk audit, still nothing further and is still unfinished business

New Business:
A. Review fiscal year 2017 audit report, Judy reported 290,275 net increase. Fund is 43.13 % funded at this time.
B. Review fiscal year 2017 annual report filing for the Department of Insurance; This is recommended this annual report to be turned over to Casella to do due to this being more complicated and will take a little longer to get.
C. Allocation of property tax revenue, Judy said she needs $259,000 in our checking account. This does include the 179,258 for transfer to Gurnee when the time comes. Tom Sanders suggested we make the investments of 200,000 while we are waiting to hear from Gurnee. Keith Hogan made the motion to invest with Dave Holem seconded the motion, motion passed.
D. Approval of 2017 Tax Levy; it was discussed Lauterbach recommended for a tax Levy amount of 408,263, state minimum was 341,022, and last years levy was 338,500. Tom Sanders stated the history with the board was the board might be able to go a little bit higher than the state’s minimum. The intention to go a little bit higher would be to try to increase the percentage of the plans funded amount. Keith Hogan motioned a levy of 367,526.70, Dave Holem seconded the motion; motion passed.
E. Keith Hogan motioned to approve the annual pensioner’s increase for 2018, of 156,893.04 Lee Redlin seconded the motion; motion passed.
F. Calendar year 2018 meeting dates will be January 9th, April 3rd, July 10th, and October 9th, and meeting times will be 08:00 am.
G. Keith Hogan motioned to accept Lauterbach & Amen for Actuarial services, Rich Kresen seconded the motion; motion passed.
Training update: Training will be set up for Lee Redlin, new trustee training as required by the state.

Closed Session: no business required for closed session

Adjournment: No further business brought before the board, Dave Holem motioned to adjourn with Lee Redlin seconded the motion, Meeting adjourned at 09:09 am

NEXT MEETING: January 9th, 2018 at 08:00 am in the Spring Grove Police Department training room.

Respectfully Submitted
Dave Holem
Secretary

Thomas Sanders
V.P. 01/09/2018