

BEFORE THE DOWNERS GROVE
POLICE PENSION FUND BOARD OF TRUSTEES

REGULAR QUARTERLY BOARD MEETING

January 25, 2021

9:00 a.m.

REPORT OF PROCEEDINGS had and testimony taken before the DOWNERS GROVE POLICE PENSION FUND BOARD OF TRUSTEES, taken at the Downers Grove Police Department Hall, 825 Burlington Avenue, Downers Grove, Illinois, before PAMELA C. TAYLOR, CSR/RPR, License #084-001184, a Notary Public qualified and commissioned for the State of Illinois.

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1 PENSION BOARD MEMBERS PRESENT:

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3 MR. ANDREW BLAYLOCK, President

4 MR. STEVE MILLER, Vice-President

5 MR. DENNIS BURKE, Secretary

6 MR. NORM SIDLER, Assistant Secretary

7 MR. WILLIAM NIENBURG, Trustee

8 MS. CAROL HOGAN, Treasurer

9

10 ALSO PRESENT:

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12 Mr. Michael May, Lauterbach & Amen

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14 PRESENT BY PHONE:

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16 Mr. Doug Oest, Marquette & Associates

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1 TRUSTEE BLAYLOCK: Call to order the
2 Downers Grove Police Pension Board meeting,
3 January 25th. Roll call of officers.

4 TRUSTEE SIDLER: Sidler, here.

5 TRUSTEE MILLER: Miller, here.

6 TRUSTEE BURKE: Burke, here.

7 TRUSTEE NIENBURG: Nienburg, here.

8 TRUSTEE BLAYLOCK: Blaylock, here.

9 Can I get a motion to accept the --

10 TRUSTEE BURKE: Mr. President, can I make
11 a motion to permit electronic attendance?

12 TRUSTEE NIENBURG: Second.

13 TRUSTEE BLAYLOCK: Roll call.

14 TRUSTEE SIDLER: Sidler, Aye.

15 TRUSTEE MILLER: Miller, aye.

16 TRUSTEE BURKE: Burke, aye.

17 TRUSTEE NIENBURG: Nienburg, aye.

18 TRUSTEE BLAYLOCK: Blaylock, aye.

19 Minutes of October 20th, 2020.

20 TRUSTEE BURKE: That was attached to what
21 I sent out. I think a motion, we approved the
22 minutes from October 20th.

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1 TRUSTEE BLAYLOCK: Roll call.

2 TRUSTEE SIDLER: Sidler, aye.

3 TRUSTEE MILLER: Miller, aye.

4 TRUSTEE BURKE: Burke, aye.

5 TRUSTEE NIENBURG: Nienburg, aye.

6 TRUSTEE BLAYLOCK: Doug, I understand is
7 on the phone with the investment report.

8 TRUSTEE BURKE: He's on the phone. You're
9 on Doug.

10 MR. OEST: All right, well first off let
11 me apologize for several different things, one, that
12 I'm unable to be there and two, I know how bad
13 sometimes presentations are over the phone, so, let
14 me apologize in advance of that.

15 THE COURT REPORTER: Do you want to put
16 the phone over here? You can start over.

17 MR. OEST: All I was doing was just
18 apologizing because I am not there, and I know how
19 bad phone presentations can be, and this is a
20 perfect example.

21 Let me just go into the market
22 environments and then I'll go into the reports, and

1 please yell if you have a question or you want me to
2 stop or you can't hear me.

3 So, you know, from a market standpoint,
4 you know, the case count for Covid really spiked
5 everything, giving and spiked again after Christmas,
6 but we're at a point now where we're starting to see
7 the case count decelerate and the hope is that in
8 February, March, the case counts are really starting
9 to drop down and you start to see some impact from a
10 wider dissemination of vaccines.

11 Again the goal for vaccinations is a
12 hundred million doses or 50 million people by March.
13 We're obviously behind that right now, but, the hope
14 is that things start to accelerate, and we get back
15 on track there.

16 You know, if you look at what most are
17 anticipating, I guess the optimistic thing would be
18 that by early fall, we could be getting back to
19 normal, if we could stay on a pretty strong
20 accelerated vaccination schedule.

21 From an economic standpoint, GDP is
22 expected to be positive in the fourth quarter, you

1 know, about 4 percent or so, but, this quarter,
2 first quarter is expected to decline, probably be
3 Slightly positive.

4 You know, the anticipation is that the
5 first half of this year might be a little slower,
6 but, later in the year we might see some more of
7 that pent up supply and demand release, again, if
8 the vaccines are widely distributed and people are
9 out and about spending money.

10 So, again, the 2020 as a whole is likely
11 to be a pretty poor year from a gross standpoint,
12 but the expectations of 2021, we can see things pick
13 up.

14 Well, employment fronts, you know,
15 unemployment continue to trend down, but we have
16 sort of hit a plateau in November and likely
17 December. The expectations is that it's going to
18 take, you know, quite sometime to recover all the
19 losses from the pandemic probably into 2022. We
20 recovered about half the jobs that are lost at this
21 point.

22 If you have the materials, on page --

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1 TRUSTEE SIDLER: Hey Doug, hey Doug, we
2 don't have the materials. Could we bother you to
3 just send, if you want, send an email to Dennis real
4 quick or to me --

5 TRUSTEE BURKE: Send it to Norm.

6 TRUSTEE SIDLER: Send it to
7 NSidler@NISI.net and I'll forward it to every one
8 here.

9 MR. OEST: This is why I don't do virtual
10 meetings.

11 TRUSTEE SIDLER: That's okay, no worries,
12 if you can send it to me, then we're all looking,
13 trying to find a copy of it and realize that it's
14 not in Dennis's material.

15 Send me a quick email and I'll copy
16 everyone on the board.

17 Alright, Doug, I think we're good to go.

18 MR. OEST: All right, I apologize again, I
19 will go through this much quicker, just because.

20 So, you know the Fed is still in the
21 process of being very accommodating to the market,
22 they're still purchasing bonds, they're still in a

1 zero interest rate policy, and you're not likely to
2 see that shift, you know, for a little period of
3 time here.

4 The first thing they'll likely do is to
5 start to taper off bond purchases and right now, no
6 one is anticipating a shift preference, low rate
7 environment for at least a couple of years, and then
8 on the fiscal side, we have now shifted past that
9 900 billion dollar fiscal plan to a larger
10 1.9 trillion dollar plan.

11 If you heard Janet Yellen talking in her
12 testimony, she said the smartest thing right now is
13 to act big and you know, that's where at least
14 they're meeting, at least the Biden Administration
15 is leaning right now and trying to get that
16 accomplished.

17 If you look at the fixed income markets,
18 and this would be on page 6 of the materials, if you
19 end up getting them, the broad mixed income market
20 ended up the quarter modestly, the real trend here,
21 overall credit continue to out perform in the yield
22 curve steep end, and that is the trend that we have

1 seen, at least over the last few months, but that
2 short end of the yield curve that the Fed controls
3 is going to remain low, but you are certain to see
4 the five and ten year and beyond to start to rise up
5 a little bit, you know, from an expectation
6 standpoint. We don't know how much further it's
7 going to go, but the ten year is now over 1 percent,
8 it's about 1.1 percent now, you know, which is
9 roughly double where it was earlier in 2020.

10 The following pages, we just show the
11 yield curve steeping on page 7, and then page 8, you
12 know, this is important just from a credit
13 standpoint with Boyd Watterson, and how they
14 allocate.

15 You know, some of their out performance is
16 really come from just allocating some lower quality
17 credit within the investment group space. So, if
18 you look at the performance of the fixed income
19 markets, in credit lower quality credit outperformed
20 higher quality, and so that was a pretty strong
21 indicator, you know, if you were overweight in
22 triple B's, at this point you typically outperformed

1 for the year, if Boyd ended up having a pretty
2 strong year overall.

3 Equity markets, 2020 was dominated by
4 large tech companies, that's something that we
5 talked about throughout last year. Growth ended up
6 outperforming value by about 36 percent, but over
7 the last few months, you started to see value turn
8 around a little bit, probably the larger trend
9 reversal that's more important reversal in small
10 caps, so, if you, if you look at the bottom of page
11 9, if you get the materials, you've got small cap,
12 which outperformed large cap by a little over
13 19 percent, just for the quarter. And when you see
14 Ziegler's performance, you know they're up
15 30 percent just for the quarter alone.

16 You know overall in terms of the equity
17 markets, really the trend for the year was growth,
18 but, that really switched around in the fourth
19 quarter on the tail of the vaccine news and then,
20 you know, the, the possibility of continued fiscal
21 stimulus, see some value in small cap really turn
22 around over the last few months of the year.

1 If you have materials on page 12, we have
2 non-U.S. Equity, and here, non-U.S. Equity performed
3 well as a whole, but lagged U.S. markets for the
4 year. One of the big drivers of performance for
5 developed markets, was just the dollar weakening,
6 that added about 7 percent to returns for developed
7 markets, and overall non-U.S. really small gap in
8 emerging markets do well for the year and similar to
9 the U.S. value came back in the fourth quarter but
10 overall growth really dominated for the year.

11 And then lastly on real estate, this is on
12 page 15 of the materials. We spent sometime talking
13 about this at the last meeting and fourth quarter,
14 we don't have final numbers yet, but it's likely to
15 be in the one to one and a half percent range.

16 Industrial for the year is the best
17 performing market, that has been the case for the
18 last several years, and retail is the worst
19 performing area, and that's been the case for the
20 last few years as well. Really those two are trading
21 off each other with the rise of E-commerce, and
22 really the down trend in malls, just a reminder for

1 the fund, principle, your real estate manager is
2 underweight to retail, overweight to industrial and
3 they don't have any mall exposure, so, they have
4 been able to avoid a lot of these headwinds, at
5 least some of the significant headwinds, in terms of
6 the trend here.

7 In terms of the office demand, I know we
8 talked about that at the last meeting, we followed
9 up with some materials after the meeting, you know,
10 there's still a lot of question marks around where
11 loss, and there's some, some positives driving
12 structural demands, but there's also some also
13 obvious negatives in working from home in how that
14 will impact things going forward, but we still don't
15 have a clear view as to how office demand is going
16 to shake out once, you know, things start to get
17 back to normal.

18 So, I'll stop there to see if anybody has
19 any questions before I jump into the report.

20 TRUSTEE MILLER: I think you're good.

21 MR. OEST: All right, so in the report,
22 again, if you have it, on page 24 of our materials,

1 it's the market value page, so the total market, the
2 fund at the end of the year was a little over
3 64 million, that obviously represents the all time
4 high for the fund given the strong quarter in Euro
5 Rome.

6 You know from an asset allocation
7 standpoint, we're slightly overweight to equities
8 but pretty much in line, you know, as a reminder we
9 raised, we continued to raise capital that's
10 overweight, to get cash, just to maintain that
11 target asset allocation.

12 So, right now you're slightly overweight
13 to equities, but pretty much in line with your
14 overall asset allocation.

15 If you have the materials on page 27, we
16 have the performance, and you know for the quarter
17 of, a little over eight and a half percent of the
18 quarter and over 11 percent of the year, and again,
19 you know, taking you back to the first quarter of
20 last year, you know, if it was said we would be over
21 11 percent for the year, I think a lot of people
22 would have thought that was incorrect, but, you

1 know, this quarter obviously drove performance for
2 the year, you know, equity markets in the U.S.
3 really drove things here up 17 percent, you know.

4 If you look down the quarter column or the
5 three-month column here, you'll see an out
6 performance across the board, you know Boyd
7 Watterson had a very strong year, out performance
8 for the quarter. US Equities, with the tailwinds of
9 small cap turning around, and value starting to turn
10 around. Ziegler was up 30 percent, U.S. Equities
11 outperformed by some margin there, you know,
12 Principal had a strong quarter, and then PIMCO was
13 up over 12 percent for the quarter, so, all around a
14 very strong quarter, really the only negative is
15 having cash in the portfolio, but again, overall, up
16 over 11 percent for the year, outperforming the
17 actual range are a pretty strong, strong end of the
18 year, much better than I think anybody would have
19 anticipated early on in March.

20 In terms of management performance, that's
21 on page 29, I mentioned Boyd Watterson for the year,
22 outperformed by 11 percent. I mentioned Ziegler as

1 well, they slightly lagged for the quarter, but they
2 were up 30 percent for the quarter, they
3 outperformed by about, close to 5 percent for the
4 year.

5 Again, PIMCO both outperformed, and really
6 trend wise, the small cap exposure was the biggest
7 positive overall, you know, as smaller companies are
8 seemed to be the more beneficiaries of the vaccine
9 and the fiscal stimulus.

10 So, again, very strong quarter up over
11 11 percent for the year. All your managers actually
12 did quite well for the year, you know, your active
13 managers performed well, really the only negative
14 for the year was having cash in the portfolio, at
15 least at this point.

16 Any questions on performance or any of the
17 managers?

18 TRUSTEE SIDLER: Solid here, thank you.

19 MR. OEST: All right, I apologize again, I
20 know this wasn't optimal, again sorry with the mix
21 up with the materials, but this is again why I don't
22 do this virtually. I look forward to being there in

1 person next time.

2 TRUSTEE BURKE: Well, this was the first
3 time that we're doing it a bit different because I
4 retired in November, so, are you done?

5 MR. OEST: Yep, that's all that I have for
6 today. Can we set our next meeting date?

7 TRUSTEE BLAYLOCK: Looking at April.

8 TRUSTEE SIDLER: Just a quick question,
9 Doug, no need to apologize, you're here every
10 meeting and don't worry about it, don't think twice
11 about it, great year.

12 The question, then, with cash on hand, you
13 know, do we need to do anything? We're slightly
14 underweight commodity, we have been for a long time,
15 with all the printing of the money. Any thoughts of
16 anything that we, we need to move, and I guess from
17 a cash position, where are we at, exactly, how much?

18 MR. OEST: I guess I would defer to Judy,
19 if she's there.

20 MS. HOGAN: We'll need cash again in
21 March.

22 TRUSTEE BURKE: Carol is here.

1 TRUSTEE SIDLER: How much, roughly, do we
2 need?

3 MS. HOGAN: We usually move about a
4 million, two, to cover a quarter, and then so March,
5 April, May, and then we'll start getting tax money
6 in.

7 TRUSTEE SIDLER: A million, two, we'll
8 need what at million, seven in cash?

9 MR. OEST: Correct.

10 TRUSTEE SIDLER: So, we're sitting on
11 about a half a million dollars extra, right?

12 MR. OEST: If we think we can transfer a
13 little out, that, you know, obviously the policy, we
14 have a zero percent policy cash, that's always a
15 headwind if departments are up so, yeah, if we have
16 the ability, you're underweights, as you mentioned,
17 are either to PIMCO or to Boyd Watterson in terms of
18 your largest underweights relative to targets.

19 TRUSTEE SIDLER: Okay. I mean I guess the
20 only, the interest rates fell so much, being a bond
21 manager, I know we're not expecting a significant
22 run, and with all the printing of the moneys, we

1 have been underweight commodities, they have hurt us
2 for a good chunk of time. I think with all the
3 printing of the money and what happened there in the
4 quarter, it might not be a bad time to just take a
5 little of the extra cash, and we have a very low
6 exposure to begin with, and not trying to make a big
7 bet, rather than sitting cash.

8 Are you against taking the extra and go
9 into commodities?

10 MR. OEST: I find with rebounds that it's
11 just as long as we're able to with the cash, that's,
12 that's my only concern just making sure that, yeah,
13 what I wouldn't want to have to do is rebalance it
14 then and turn around and have to raise money right
15 away again.

16 TRUSTEE SIDLER: Got it.

17 MR. OEST: But agreed, if we're, if we're
18 able to, definitely, cash is historically, you want
19 to keep that as low as possible.

20 TRUSTEE NIENBURG: What do you think about
21 some kind of likelihood, some sort of pull back this
22 year?

1 TRUSTEE SIDLER: I mean, we have tried to,
2 we have tried a long time, we said, look, at some
3 point this thing is going to get overheated,
4 printing so much money, and so much stimulus right
5 now, I don't want to hedge sitting on a bunch of
6 cash trying to cause something, and we got more
7 stimulus than we have seen since World War II, and
8 so I say, look, builders are doing great, pricing is
9 starting to go up, we're underexposed on the
10 commodity side. I look at it and say, it's not a
11 bad hedge to have hard assets, rather than sitting
12 cash.

13 If we give Carol, if you're looking at a
14 million, two, and we have a million, seven, that
15 leaves us with an extra hundred thousand, is that
16 more than enough cushion?

17 MS. HOGAN: Yes.

18 TRUSTEE SIDLER: That gives us 400,000 to
19 potentially go in? Anybody, I mean?

20 TRUSTEE NIENBURG: What about the policy?

21 TRUSTEE SIDLER: Policy exposure is almost
22 2 percent we're at, 1 percent, position is 600,000,

1 it's less than 1 percent.

2 TRUSTEE BURKE: I know this month started
3 at Harris Bank, are we covered, Carol, all the
4 pensions at Harris's.

5 MS. HOGAN: Yeah.

6 TRUSTEE SIDLER: We leave an extra
7 hundred.

8 So, Doug, if that makes sense to you,
9 we've got a 1.6 percent exposure in the portfolio
10 and if we're just sitting on cash, agreeing that at
11 some point there's going to be a pull back, but
12 we're printing so much money and so much stimulus, I
13 would say sitting on the cash is going to continue
14 to drag, so, I'll make a motion to put 400 --

15 TRUSTEE NIENBURG: That would take us to
16 2.2 percent of the portfolio, just FYI.

17 MR. OEST: You have a 3 percent target,
18 so, you still be a little underweight.

19 TRUSTEE SIDLER: Rather than just sitting
20 on cash, Doug, any concern on that, that you alluded
21 to, comfortable that we're a little underweight
22 there, and obviously --

1 MR. OEST: The big thing is to make sure
2 that you got adequate cash going forward basis, all
3 else being equal, we always try to not time things
4 when it comes to try to predict short term
5 movements. I think the best bet is to rebalance
6 back to your targets and that's what you're talking
7 about doing right here, so, as long as you have the
8 cash on hand and ready, you are, you know, we're
9 comfortable with it.

10 TRUSTEE SIDLER: Make a motion to put
11 \$400,000 in the PIMCO commodity fund.

12 TRUSTEE BURKE: I'll second.

13 TRUSTEE BLAYLOCK: Roll call.

14 TRUSTEE SIDLER: Sidler, Aye.

15 TRUSTEE MILLER: Miller, aye.

16 TRUSTEE BURKE: Burke, aye.

17 TRUSTEE NIENBURG: Nienburg, aye.

18 TRUSTEE BLAYLOCK: Blaylock, aye.

19 TRUSTEE BURKE: Date?

20 TRUSTEE BLAYLOCK: April 5th work for
21 everybody?

22 TRUSTEE MILLER: Spring break for me.

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1 TRUSTEE BLAYLOCK: How about the 19th?

2 TRUSTEE MILLER: Good for me.

3 TRUSTEE BURKE: Doug, 19th good?

4 MR. OEST: I have a 9:30 on the 19th,
5 that probably conflict with this, if it's possible,
6 I rather come in person and not do this again.

7 TRUSTEE BURKE: How about the 20th?

8 MR. OEST: That works.

9 TRUSTEE BURKE: So, April 20, nine
10 o'clock, okay, April 20th, Doug, a Tuesday.

11 MR. OEST: All right.

12 TRUSTEE BURKE: Plan on nine o'clock.

13 TRUSTEE BLAYLOCK: Thanks Doug.

14 MR. OEST: Thanks every one.

15 TRUSTEE BLAYLOCK: All right, Lauterbach.

16 MR. MAY: I'm Michael May, I'm here for
17 Eric Endriukaitis, he's feeling a little ill so out
18 of an abundance of caution, our company policy, they
19 had me step by, so, I will start out on page 2-1,
20 and if he goes over anything in more detail than me,
21 please let me know, please stop me, do whatever you
22 need to do, I try to keep these pretty quick.

1 2-1 is your balance sheet, your cash
2 equivalent, 899,000; money market, 1.3 million;
3 fixed income, just over 22 million; insurance
4 contracts just over 7 million, stocks 4.9 million;
5 mutual funds 27.7 million.

6 Interest on the portfolio is just over
7 149,000, for a total net position as of
8 December 31st, 64,195,953.

9 On 2-2, your income statement, at the top
10 section are your additions, you have contributions
11 for municipal as well as active members and then
12 investment income gross net.

13 Next, your deductions, your various
14 administrative costs per year, as well as your
15 pension benefits and refunds for a total change in
16 position for the twelve months as of December 31st
17 of 5,085,892.

18 The following group of pages is just
19 supplementary information, it is how we, just how we
20 get to those, so, the next page I will highlight is
21 all the way at the end, and that's 11-1 and 11-2,
22 and that's your quarterly vendor check reports,

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1 which is checks written from fund accounts from
2 October 1st to December 31st in the amount of
3 \$316,352.98.

4 Any questions on anything, anything you
5 want me to go over in a little more detail?

6 TRUSTEE SIDLER: We need a formal
7 acknowledgement for the vendors, for approval?

8 MS. HOGAN: Sure, if you want to do that
9 now. Ask approval to pay the bills from
10 October 1st through December 31st, 2020.

11 TRUSTEE SIDLER: Make a motion to pay
12 316,352,98 as given by Mike from Lauterbach to pay
13 all of the approved vendors on the contract.

14 TRUSTEE MILLER: Second the motion.

15 TRUSTEE BLAYLOCK: Roll call.

16 TRUSTEE SIDLER: Sidler, Aye.

17 TRUSTEE MILLER: Miller, aye.

18 TRUSTEE BURKE: Burke, aye.

19 TRUSTEE NIENBURG: Nienburg, aye.

20 TRUSTEE BLAYLOCK: Blaylock, aye.

21 There's some things in here, is there
22 something we need to sign that was in our packet?

1 MR. MAY: I did not have an agenda.

2 THE WITNESS: Do you have an engagement
3 letter?

4 TRUSTEE SIDLER: Eric gave us one, I
5 wanted the record to note that Lauterbach and Eric,
6 we asked him to sharpen his price at the last board
7 meeting and he came back and did. So, we are, we
8 appreciate that, and, as I looked at the numbers,
9 Mr. President, from the last meeting, they adjusted
10 as we requested.

11 MR. MAY: If you just scan it to us, I can
12 take a copy now. Whatever it is.

13 MS. HOGAN: Yes, this is for actuarial
14 services and the other is for the accounting
15 services, right.

16 TRUSTEE BLAYLOCK: All right, do we have
17 anything else?

18 TRUSTEE BURKE: Yes, Lauterbach, the
19 COLA'S, everybody got a copy of the COLA's, it's in
20 their report.

21 MR. MAY: It's a separate one. The first
22 three pages are the increases that went into effect

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1 as of January 1st, and then the last page is the
2 increases that are upcoming, so, I'll see about five
3 that will happen throughout the year.

4 TRUSTEE BURKE: Any questions on the COLA?
5 I'll make a motion to accept the 2021 COLA's.

6 TRUSTEE MILLER: Second the motion.

7 TRUSTEE BLAYLOCK: Roll call.

8 TRUSTEE SIDLER: Sidler, Aye.

9 TRUSTEE MILLER: Miller, aye.

10 TRUSTEE BURKE: Burke, aye.

11 TRUSTEE NIENBURG: Nienburg, aye.

12 TRUSTEE BLAYLOCK: Blaylock, aye.

13 That's it then for Lauterbach.

14 TRUSTEE BURKE: Do you have anything else
15 for us?

16 MR. MAY: No, I don't have anything else.

17 TRUSTEE BLAYLOCK: We kind of went over
18 yours already.

19 TRUSTEE BURKE: You paid your bills?

20 MS. HOGAN: We paid the bills.

21 TRUSTEE BLAYLOCK: Do you have anything
22 further other than that?

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1 MS. HOGAN: I do not.

2 TRUSTEE BLAYLOCK: Okay, the treasury
3 report, we're done with that.

4 TRUSTEE SIDLER: Just a quick question for
5 Lauterbach, that report showing who is eligible, as
6 we look, you know, a couple of years forward, Eric
7 has done that in the past, can we put in a request,
8 sort of take a look at that, and these guys can
9 eyeball it, and have an idea of who will be coming
10 up for eligibility for retirement. That way we can
11 work that in our cash flow projections.

12 TRUSTEE MILLER: Depending on how you're
13 looking at it, though.

14 TRUSTEE SIDLER: Within this year.

15 TRUSTEE MILLER: Potentially, but it's all
16 based on aging and service time and eligibility
17 wise.

18 TRUSTEE SIDLER: You guys, a quick report,
19 just go two years out as to who will be eligible.

20 MR. MAY: Yes, I can. I can do that for
21 you.

22 TRUSTEE BLAYLOCK: What new business do we

1 have?

2 TRUSTEE BURKE: I don't have any new
3 business, I just, we have the Harrison retirement.

4 TRUSTEE BLAYLOCK: Anybody else have any
5 new business?

6 TRUSTEE SIDLER: Just a quick question on
7 the village. Judy was saying roughly four and a
8 half million shy of revenue in 2020 for October, is
9 her projection on the money?

10 MS. HOGAN: Well, we still don't know, we
11 don't get all our final revenues until March, sales
12 tax and all.

13 TRUSTEE SIDLER: Does it look to be a
14 bear, still number?

15 MS. HOGAN: Maybe a little bit better.

16 TRUSTEE SIDLER: Maybe a little better?

17 MS. HOGAN: Yes. They gave a report a
18 couple of weeks ago at the council, if you want to
19 look back and see that.

20 TRUSTEE SIDLER: Thank you.

21 TRUSTEE BLAYLOCK: All right, we have one
22 retirement, Ed Harrison.

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1 TRUSTEE BURKE: I don't have his sheet,
2 it's in my old computer.

3 TRUSTEE MILLER: I have it.

4 TRUSTEE BLAYLOCK: You got to read those
5 specific numbers in. I know Eric already has it.

6 TRUSTEE MILLER: You need just dates?

7 TRUSTEE BLAYLOCK: Well, we have to read
8 in the initial benefit and --

9 TRUSTEE MILLER: Okay.

10 TRUSTEE BLAYLOCK: And annual benefit what
11 the payment is going to be, and you know the dates
12 that he retired, all that stuff.

13 TRUSTEE MILLER: Yeah, I got it here.

14 All right, Ed Harrison, entry date was
15 December 31st, 1990. Member retirement date is,
16 or it was, December 31st, 2020. Effective date of
17 pension is January 1st, '21. Age of retirement is
18 51 years old. Years of service, active salary is
19 \$130,000 even, 75 percent, his amount of, originally
20 monthly pension granted to member is \$8,125. His
21 initial increase is \$751.56, which will take effect
22 on February 1st of 2024 in the amount of monthly

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1 pension at that point will be \$8,876.56.

2 TRUSTEE BLAYLOCK: That's all we need?

3 TRUSTEE BURKE: Yes.

4 TRUSTEE BLAYLOCK: A motion to accept
5 that?

6 TRUSTEE BURKE: I make a motion to accept
7 Ed Harrison's pension.

8 TRUSTEE NIENBURG: Second.

9 TRUSTEE BLAYLOCK: Roll call.

10 TRUSTEE SIDLER: Sidler, Aye.

11 TRUSTEE MILLER: Miller, aye.

12 TRUSTEE BURKE: Burke, aye.

13 TRUSTEE NIENBURG: Nienburg, aye.

14 TRUSTEE BLAYLOCK: Blaylock, aye.

15 Any new police officers, did we add any?

16 TRUSTEE BURKE: I don't know.

17 TRUSTEE BLAYLOCK: I don't think we added
18 any since I don't have their sheets.

19 TRUSTEE BURKE: You haven't hired anybody
20 since I left.

21 TRUSTEE BLAYLOCK: Any old business?

22 TRUSTEE SIDLER: Just one quick question

1 Mr. President, we had a denial of a QILDRO from
2 Officer Philip Steik.

3 TRUSTEE BURKE: Well, it's between the
4 spouse and her attorney and our attorney. He has
5 told them what they needed to do, and to this point
6 and time, as far as I'm aware, they have not done
7 what they have to.

8 TRUSTEE BLAYLOCK: I spoke to Phil,
9 apparently his wife's attorney or whatever, they're
10 having trouble getting a court date because of the
11 pandemic.

12 TRUSTEE SIDLER: So, it's on her, still.

13 TRUSTEE MILLER: They have to provide
14 documentation.

15 TRUSTEE BLAYLOCK: He's getting the full
16 pension, he's paying her her portion, he wants it
17 done quicker because apparently it shows him making
18 more money, with, you know it cost him Medicare, he
19 wants it done, just waiting.

20 TRUSTEE BURKE: It's on them, it's in the
21 works with them.

22 TRUSTEE SIDLER: We're comfortable she's

1 not going to come back and subpoena anything from
2 the Board?

3 TRUSTEE BURKE: No.

4 TRUSTEE BLAYLOCK: Once it's done, go to
5 Remer.

6 TRUSTEE MILLER: Make sure he's
7 documenting.

8 TRUSTEE BLAYLOCK: Not on us. I think
9 they have -- they're fine, he told me he's paying
10 per what the QILDRO had told him before, so, that's
11 on them.

12 TRUSTEE SIDLER: For the next meeting,
13 hopefully hear something.

14 TRUSTEE BLAYLOCK: Hopefully the
15 information that we passed on to Lauterbach, I'm
16 sure will give us.

17 TRUSTEE BURKE: Do you want it on the
18 agenda?

19 TRUSTEE BLAYLOCK: No.

20 TRUSTEE SIDLER: Make a note, my only fear
21 somebody comes back and say, hey you guys owe me
22 more than what he said he was paying.

1 TRUSTEE BURKE: Our attorney has handled
2 it, talked to her attorney.

3 TRUSTEE BLAYLOCK: And he's getting, we
4 had this many years ago with somebody who thought
5 that they could move out of town and just not pay
6 their QILDRO because they moved to another state.
7 We paid the pension to that person and ultimately,
8 we were told, I believe, that we're paying what
9 we're told, there's no QILDRO, so, we're paying him
10 at this point, she is the one who have to go after
11 him to get the money. We're doing our job, paying
12 the pension, again, he's paid the full pension, it's
13 on him after that.

14 TRUSTEE MILLER: One other thing, Alicia
15 Morroco, her Springfield time, do we need to do
16 anything with that more formally at the next
17 meeting, I know things were signed.

18 TRUSTEE BURKE: The money has to be
19 exchanged, Lauterbach would handle that, once the
20 money is paid, the Board can accept her transfer of
21 time.

22 TRUSTEE MILLER: Okay.

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1 MR. MAY: Was it affordability?

2 TRUSTEE BURKE: Yes.

3 MR. MAY: So, once we receive that
4 transfer of the funds, a completed letter will be
5 generated and Eric will send it out to you, and at
6 that time, place it on the Board.

7 TRUSTEE BURKE: I heard that it wasn't
8 ready to be paid.

9 TRUSTEE BLAYLOCK: Probably on April.

10 TRUSTEE BURKE: We'll do it April, if we
11 know before then, I'll put it on the agenda.

12 MR. MAY: It could be they have to pay, I
13 don't know if they took a contribution refund from
14 them, that's why it gets a little delayed.

15 TRUSTEE BURKE: I don't know, sometimes
16 the Boards are slow.

17 TRUSTEE BLAYLOCK: Or they don't have
18 Lauterbach. Okay, we have already set the meeting
19 date, and any other public comments?

20 TRUSTEE BURKE: Any public comment?

21 TRUSTEE BLAYLOCK: Any comment from
22 anybody else before we adjourn? Motion to adjourn.

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1 TRUSTEE BURKE: I make a motion we
2 adjourn.

3 TRUSTEE SIDLER: Second.

4 TRUSTEE BLAYLOCK: Roll call.

5 TRUSTEE SIDLER: Sidler, Aye.

6 TRUSTEE MILLER: Miller, aye.

7 TRUSTEE BURKE: Burke, aye.

8 TRUSTEE NIENBURG: Nienburg, aye.

9 TRUSTEE BLAYLOCK: Blaylock, aye.

10 (Which were all the proceedings
11 had in the above-entitled
12 cause.)

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1 STATE OF ILLINOIS)
) SS:
2 COUNTY OF DU PAGE)
3

4 I, PAMELA C. TAYLOR, CSR/RPR, a Notary
5 Public duly qualified and commissioned for the State
6 of Illinois, County of DuPage, do hereby certify
7 that I reported in machine shorthand the proceedings
8 had and the testimony taken at the Downers Grove
9 Pension Board meeting, and that this transcript is a
10 true and accurate transcription of my machine
11 shorthand notes, so, taken to the best of my
12 ability.

13

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Pamela C. Taylor

CSR #084-001184



Dated this 8th day
of February, 2021

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