



Worth Police Pension Fund

7112 W. 111th Street Worth, IL 60482



Brian Granato
President

Mike Pritchard, Sr.
Vice President

Michael Cozzi
Asst. Secretary

Ed Guzdziol
Trustee

Christian Ferchau
Trustee

MINUTES OF A REGULAR MEETING OF THE BOARD OF TRUSTEES MAY 18, 2022

A regular meeting of the Worth Police Pension Fund Board of Trustees was held via teleconference on Wednesday, May 18, 2022 at 10:30 a.m. without a quorum of the public body physically present at the Board's regular meeting location because of a disaster declaration related to COVID-19 public health concerns affecting the Village of Worth. The Worth Police Pension Fund Board President has determined that an in-person meeting with all participants is not practical, prudent or feasible because of the disaster pursuant to notice.

CALL TO ORDER: Trustee Granato called the meeting to order at 10:32 a.m.

ROLL CALL:

PRESENT: Trustees Brian Granato, Mike Pritchard Sr., and Ed Guzdziol

ABSENT: Trustees Michael Cozzi and Christian Ferchau

ALSO PRESENT: Doug DeGroot, Providence Wealth Advisors, LLC; Cristina Argumedo, Lauterbach & Amen, LLP (L&A); Attorney Vince Mancini, Reimer Dobrovolny & LaBardi PC

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *February 16, 2022 Regular Meeting:* The Board reviewed the February 16, 2022 regular meeting minutes. A motion was made by Trustee Pritchard Sr. and seconded by Trustee Granato to approve the February 16, 2022 regular meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol

NAYS: None

ABSENT: Trustees Cozzi and Ferchau

INVESTMENT REPORT – PROVIDENCE WEALTH ADVISORS, LLC: *Quarterly Investment Performance Review:* Mr. DeGroot presented the Quarterly Investment Performance Review for the period ending March 31, 2022. As of March 31, 2022 the quarter-to-date net return is (3.67%) for an investment return of (\$519,655) and an ending market value of \$13,871,045. The portfolio allocation as of March 31, 2022 is: 26% Individual Equities, 17% Mutual Funds, 16% Exchange Traded Fund (ETFs), 39% Fixed Income and 2% Cash. The Board moved to approve the Quarterly Investment Performance Review as presented by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol

NAYS: None

ABSENT: Trustees Cozzi and Ferchau

Mr. DeGroot left the meeting at 10:40 a.m.

Review/Update Investment Policy: This item was not discussed.

ACCOUNTANT'S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report:* The Board reviewed the Monthly Financial Report for the eleven-month period ending March 31, 2022 prepared by L&A. As of March 31, 2022, the net position held in trust for pension benefits is \$13,939,922.99 for a

change in position of (\$13,657.11). The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report and Payroll Journal. The Board moved to accept the Monthly Financial Report as presented by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Presentation and Approval of Bills: The Board reviewed the Vendor Check Report for the period January 1, 2022 through March 31, 2022 for total disbursements of \$82,534.02. A motion was made by Trustee Granato and seconded by Trustee Pritchard Sr., to approve the disbursements shown on the Vendor Check Report in the amount of \$82,534.02. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Additional Bills – Illinois Department of Insurance Compliance Fee: The Board noted that the Illinois Department of Insurance Compliance Fee invoice will be issued. A motion was made by Trustee Granto and seconded by Trustee Guzdziol to approve payment of the IDOI Compliance Fee in an amount not to exceed \$3,000, upon receipt of the invoice. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: There were no applications for memberships or withdrawals from the Fund.

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: There were no applications for retirement or disability benefits.

TRUSTEE TRAINING UPDATES: The Board discussed upcoming training opportunities. Trustees were reminded to submit any certificates of completion to L&A for recordkeeping.

Approval of Trustee Training Registration Fees and Reimbursable Expenses: There were no trustee training registration fees or reimbursable expenses presented for approval.

OLD BUSINESS: *Discussion/Possible Action – IPOPIF Status Update and IPOPIF Requests Pertaining to Consolidation:* Attorney Mancini discussed the status of the *Arlington Heights PPF v. Pritzker* lawsuit. Further updates will be provided as they become available.

Appointment of DOI Security Administrator: This item was not discussed.

NEW BUSINESS: *Acknowledge IPOPIF Notice of Transfer Date, Adopt Resolution of Notice and Executive Exhibits:* The Board acknowledged the IPOPIF Notice of Transfer Date as June 24, 2022. A motion was made by Trustee Granato and seconded by Trustee Pritchard Sr. to acknowledge the transfer date and adopt the resolution designating Trustees Cozzi and Guzdziol as authorized agents on behalf of the Worth Police Pension Fund. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Discussion/Possible Action – State Street Financial Enterprise Cash Flow Module Access Form: The Board reviewed the Enterprise Cash Flow Module and My State Street.com Set-Up Access Form. A motion was made by Trustee Granato and seconded by Trustee Pritchard Sr. to direct Reimer Dobrovolny & LaBardi PC to prepare a resolution designating Trustees Cozzi and Granato and L&A Representative Susan Hill as users. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Discussion/Approval – Interim Cash Management Policy: The Board reviewed the cash analysis projection prepared by L&A and discussed interim cash requisite for the purpose of remitting pension benefits and expenses subsequent to the June 24, 2022 tranche date. A motion was made by Trustee Granato and seconded by Trustee Guzdziol to maintain an interim transition cash balance of \$500,000 in the BMO Harris Bank account. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Discussion/Approval – Cash Reserve Balance: This item was not discussed.

Review/Possible Action – Local Account Collateralization: The Board discussed the opportunity to collateralize the BMO Harris Bank operating account in excess of the standard \$250,000 FDIC insurance coverage. A motion was made by Trustee Granato and seconded by Trustee Pritchard Sr. to direct Reimer Dobrovolny & LaBardi PC to prepare the necessary tri-party pledge depository agreement and to authorize Trustee Granato to sign the agreement on behalf of the Fund. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Certify Board Election Results – Active Member Position: L&A conducted an election for the active member position on the Worth Pension Fund Board of Trustees. The Board noted that 21 ballots were received and 21 ballots were counted. The active member election results are as follows: 12 votes for Christian Ferchau and 9 votes for Joel Frias. Christian Ferchau was elected as the active member on the Board of Trustees for a two-year term expiring May 14, 2024. A motion was made by Trustee Granato and seconded by Trustee Guzdziol to certify the active member election results. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Appointed Member Term Expiration – Brian Granato: The Board noted that Trustee Granato's appointed term expired April 30, 2022 and reappointment has been requested. Further discussion will be held at the next regular meeting.

COMMUNICATIONS AND REPORTS: *Affidavits of Continued Eligibility:* The Board noted that Affidavits of Continued Eligibility will be mailed to all pensioners with the April payroll cycle. A status update will be provided at the next regular meeting.

Statements of Economic Interest: The Board was reminded that the Statements of Economic Interest were due by May 1, 2022.

ATTORNEY’S REPORT – REIMER DOBROVOLNY & LABARDI PC: QILDRO – Charles Kulisek: The Board noted the QILDRO Order, Calculation Order, Consent to Issuance and \$50 processing fee for Charles Kulisek have been received and approved by the Board Attorney with payments to commence with the April payroll cycle. A motion was made by Trustee Granato and seconded by Trustee Pritchard Sr. to approve payment to the alternate payee as discussed. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

Review/Adopt and Publish Decision and Order – David Bryan: Attorney Mancini apprised the Board with an update on the status of the administrative complaint for David Bryan. The Board reviewed the Decision and Order prepared by Reimer Dobrovlny & LaBardi PC. A motion was made by Trustee Granato and seconded by Trustee Pritchard Sr. to approve, adopt and publish the Decision and Order for David Bryan as presented. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: Trustees Cozzi and Ferchau
ABSENT: None

Legal Updates: The Board reviewed the *Legal and Legislative Update* quarterly newsletter provided by Reimer Dobrovlny & LaBardi PC and discussed pension consolidation updates.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

ADJOURNMENT: A motion was made by Trustee Granato and seconded by Trustee Guzdziol to adjourn the meeting at 11:43 a.m. Motion carried by roll call vote.

AYES: Trustees Granato, Pritchard Sr. and Guzdziol
NAYS: None
ABSENT: Trustees Cozzi and Ferchau

The next regular meeting is scheduled for August 17, 2022 at 10:30 a.m.

Board President or Secretary

Minutes approved by the Board of Trustees on _____

Minutes prepared by Cristina Argumedo, Pension Services Administrator, Lauterbach & Amen, LLP