

**MINUTES OF THE POLICE PENSION BOARD
QUARTERLY MEETING
WEDNESDAY, APRIL 25, 2007**

CALL TO ORDER:

President Helgersen called the meeting to order at 5:32 p.m.

ROLL CALL:

Present: President Stan Helgersen, Vice-President David Comstock, Secretary Andrew Doles, Assistant Secretary Dennis Walker and Trustee Ken Azarela. A quorum was present. Also in attendance: Village Treasurer Jack Walde, Attorney Cary Collins and Recording Secretary Laura Donohue.

ADOPT AGENDA:

A motion was made by Doles and seconded by Walker to adopt the agenda.
Voice vote; unanimous ayes - motion carried.

APPROVAL OF MINUTES:

The minutes of the meeting held January 24, 2007 were presented. There were no changes to the minutes.

The Court Reporter's transcript of the Frasier Disability Hearing held February 6, 2007 has been received and serves as minutes of the meeting. There was an addendum to the transcript to record the motions made at the end of the meeting. The addendum is available on the Village of Algonquin's website and the transcript is available for review by the public in hard copy by request.

A motion was made by Azarela and seconded by Doles to approve the minutes of the January 24, 2007 meeting. Voice vote; unanimous ayes - motion carried.

A motion was made by Azarela and seconded by Walker to approve the Court Reporter's transcript of the February 6, 2007 Frasier Disability Hearing and the addendum. Voice vote; unanimous ayes - motion carried.

TREASURER'S REPORT:

Financial Statements for the Period Ending March 31, 2007

Balance Sheet:

The total book value of assets reported was \$7,840,068.72. The market value of investment assets was \$7,881,326.05 with a book value of \$7,816,968.45. The unrealized market value gain of \$64,357.58 is in the Fixed Income portfolio since the Pension Fund is recording the equity portfolio market value gain or loss each month. The 03/31/2007 allocation of investment assets at market value is Cash 1.3%, Fixed Income Bonds 53.8%, and Mutual Funds 44.9%.

Income Statement:

Total revenues through 03/31/2007 were \$1,156,704.16 or 88.5% of budget. Of this amount, employer contributions were \$490,084.87 or 100.1% of budget. The employee contributions were \$287,211.10 or 86.4% of budget. Investment income including the market gain/loss on equity investments was a gain of \$379,408.19.

Expenditures through 03/31/2007 were \$163,112.01 or 84.5% of budget. Benefit payments were \$115,204.39 and reflect pension payments to Schinkel, Stone, Azarela, Weber and Frasier. Administrative expenses were \$47,907.62 or 108.6% of budget.

Gain/Loss – Mark to Market:

The 03/31/2007 market value of the Fixed Income portfolio exceeds the book value by \$64,357.58. The unrealized gain/loss will be recorded at the end of the fiscal year.

Distributed with the financial reports for the period ending 03/31/2007 was the First Quarter 2007 Check Register, Bank Statements, Money Market Statements, Investment Confirmations, Supplemental information from Royce and American Funds and an invitation to IPPFA's Annual Training Conference.

There were no questions presented regarding the Village Treasurer's Report.

A motion was made by Comstock and seconded by Walker to accept the Treasurer's Report and to ratify the money manager's transactions, wire transfers, ACH transfers and the check register through March 31, 2007. Voice Vote; unanimous ayes - motion carried.

ELECTION OF TRUSTEES:

The canvas of the election for trustees (active and retired) was certified by Jack Walde and Deputy Chief Ed Urban. Urban had taken possession of the ballots and the count was conducted by Walde and Urban with the following election results:

Active Officers: 35 of 48 ballots were returned.

Andrew Doles - 35 votes (Listed on the ballot)

Dennis Walker - 32 votes (Listed on the ballot)

Anthony Falbo - 2 votes (Write in)

Retired Officers: 3 of the 5 retired officer ballots were returned.

Ken Azarela - 3 votes

Collins advised the board to post the results on Police Department bulletin boards and any objections or challenges need to be made within 35 calendar days. The posting will be made on April 26, 2007.

A motion was made by Comstock and seconded by Helgerson to certify the election results. Voice vote; unanimous ayes – motion carried.

SUDAN LAW UPDATE:

Helgerson explained that the current Sudan Law has been ruled unconstitutional. However, we are Sudan compliant and will remain so as the ruling undergoes judicial scrutiny. Senate Bill #1169 has been reintroduced and has passed the Senate. A ruling from the House is imminent and appears that it will pass. The bill is Senator Collins' latest version of the Sudan Law.

APPROVE BILLS FOR PAYMENT:

Unpaid bills as of the date of the meeting are Becker Capital's fee of \$3,202.00 and Smith Barney's monitoring fee of \$2,134.49.

A motion was made by Comstock and seconded by Doles to approve the payments. Voice Vote; unanimous ayes - motion carried.

REQUEST FOR BENEFITS:

None

RECESS TO EXECUTIVE SESSION:

A motion was made by Azarela and seconded by Doles to recess into Executive Session to review Executive Session Minutes for Possible Release. Voice Vote; unanimous ayes carried.

Adjourn 5:52 p.m.

RETURN TO REGULAR MEETING:

Call to order 5:58 p.m.

Present: President Stan Helgersen, Vice-President David Comstock, Secretary Andrew Doles, Assistant Secretary Dennis Walker and Trustee Ken Azarela. A quorum was present. Also in attendance: Village Treasurer Jack Walde, Attorney Cary Collins and Recording Secretary Laura Donohue.

It was announced that there were no executive session minutes available for release.

NEW BUSINESS:

Doles questioned new legislation affecting pension boards.

Legislation has been introduced that states control of the pension fund could be taken if timely filings were not made by the fund as required and/or if the allowed investments and/or allocations were exceeded.

OLD BUSINESS:

None

NEXT QUARTERLY MEETING:

The next regular Police Pension Board meeting will be held on Wednesday, July 25, 2007 at 5:30 p.m. in Room 154 of Village Hall.

ADJOURNMENT:

There being no further business, it was moved by Walker and seconded by Azarela to adjourn.
Vice vote; unanimous ayes – motion carried.

The meeting adjourned at 6:00 p.m.

/s/ Andrew Doles
Secretary