

**BOARD OF TRUSTEES OF THE POLICE PENSION FUND
OF THE CITY OF ALTON, ILLINOIS**

April 28, 2015

A regular meeting of the Board of Trustees of the Police Pension Fund of the City of Alton, Illinois was held on the above date in the Council Chambers, Alton City Hall at the hour of 10:00 a.m.

President Beaber called the meeting to order and on call of the roll the following were present or absent:

Present: Beaber, Lahlein, Roth and Boulds

Absent: Simmons

Mr. Dennis Orsey, Attorney at Law, spoke to the Board regarding his services to pension boards and answered questions from the Trustees.

Jeff Kowalczyk and Courtney Cervantes of Lowery Asset Consulting presented the First Quarter 2015 report and answered questions from the trustees.

Mr. Beaber made a motion, seconded by Ms. Boulds that cash be withdrawn from Campbell Newman to meet pension payment needs with the amount to be determined by Ms. Roth. Carried by unanimous vote.

Mr. Beaber made a motion, seconded by Mr. Lahlein to accept Lowery Asset Consulting's First Quarter 2015 report. Carried by unanimous vote.

Ms. Roth made a motion, seconded by Mr. Lahlein to approve the minutes from the March 24, 2015 meeting with a correction. Carried by unanimous vote.

Mr. Beaber made a motion, seconded by Ms. Boulds that the financial report for March 2015 be accepted for audit. Carried by unanimous vote.

The following bills were presented for payment.

1. Steve Selby, \$400.00, legal
2. Sharon Cooke, \$1300.00, clerk
3. Lowery Asset Consulting, \$3437.50, fees Q1, 2015
4. Cougar Mountain, software support, \$189.00
Alton Fire Pension paid half of the \$378.00 total

Ms. Roth made a motion, seconded by Ms. Boulds that the above listed bills be paid. Carried by unanimous vote.

Each trustee furnished with copy of correspondence from Wolf Popper stating no losses detected during February 2015. Mr. Beaber made a motion, seconded by Ms. Boulds that the correspondence from Wolf Popper be placed on file. Carried by unanimous vote.

Application for service pension was received from Shane Gibbs, last day on payroll May 9, 2015. Pension computed as follows

DOB: 5-1-65
Service: 1-5-87
Retire: 5-9-15

Base	\$5507.53	\$66,090.31
Longevity	14%	9,252.64
Education	6%	3,965.42
Court Stand By	\$1300.00	<u>1,300.00</u>
		\$80,608.37

Base (15% increase)		\$76,003.86
Longevity		10,640.54
Education		4,560.23
Court Stand By		1,300.00
		\$92,504.63

$\$80,608.37 / 2184 = \36.91

$\$92,504.63 / 2184 = \42.36

\$42.36

-36.91

\$ 5.45 x 168 = \$915.60

\$80,608.37

915.60

$\$81,523.97 \times 70\% = \$57,066.78 / 12 = \$4,755.57$ per month

May prorated 5-10-15 to 5-31-15 = \$3,374.92

Mr. Beaver made a motion, seconded by Ms. Boulds that Shane Gibbs be granted a service pension in the amount of \$4,755.57 per month, prorated payment for May \$3,374.92. Carried by unanimous vote.

Michael Bazzell resigned from the Alton Police Department and was refunded his contributions. On February 26, 2015 the City and the PB&PA Unit 14 signed a new contract effective April 1, 2014. Mr. Bazzell was issued a check for the increase and \$63.61 was withheld for pension contributions. Ms. Boulds made a motion, seconded by Mr. Beaver that Michael Bazzell be refunded the additional contributions in the amount of \$63.61. Carried by unanimous vote.

James Velloff was granted a service pension effective October 16, 2014. Due to the new contact between the City and the PB&PA Unit 14 the City paid the difference with contributions withheld. New pension computed as follows:

DOB: 5-12-63
Service: 9-16-86
Retire: 10-16-14

Base		\$64,913.61
Longevity	14%	9,087.91
Education	7.75%	5,030.80
Court Stand by		<u>1,300.00</u>
		\$80,332.32

$\$80,332.32 \times 70\% = \$4,686.05$

\$4,686.05 new
4,617.93 old
\$ 68.13 difference per month

October prorated payment \$2,267.44 new
October prorated payment \$2,234.48 old
\$ 32.96 difference

$\$68.12 \times 6 = \408.72 (November-April)
32.96 (October)
\$441.68 owed

Check in the amount of \$600.00 was received from John Franke for contributions owed. This is the final payment from Mr. Franke to satisfy the amount he owed. Mr. Beaber made a motion, seconded by Mr. Boulds to accept the \$600.00 from Mr. Franke. Carried by unanimous vote.

Mr. Lahlein made a motion, seconded by Mr. Beaber that James Velloff pension be adjusted to \$4,686.05 per month and paid \$441.68 for amount owed due to difference. Carried by unanimous vote.

Steve Selby resigned as pension board attorney. Mr. Beaber made a motion, seconded by Ms. Roth to accept the resignation. Carried by unanimous vote.

Ms. Roth made a motion, seconded by Mr. Beaber to send correspondence to Mr. Selby acknowledging his resignation and to thank for years of service. Carried by unanimous vote.

Mr. Beaber made a motion, seconded by Mr. Lahlein to go into executive session. Carried by unanimous vote. Mr. Beaber then made a motion to withdraw the motion for executive session. Carried by unanimous vote.

Mr. Beaber made a motion, seconded by Mr. Lahlein to approve a one year contract with Mr. Dennis Orsey and to attend monthly meetings until further notified. Carried by unanimous vote.

Ms. Roth made a motion, seconded by Ms. Boulds to accept the application for an on-duty disability pension from Rory Rathgeb and refer to Mr. Orsey, pension board attorney. Carried by unanimous vote

Ms. Roth made a motion, seconded by Ms. Boulds to accept the application for an on-duty disability pension from Michael Morrison and refer to Mr. Orsey, pension board attorney. Carried by unanimous vote.

Mr. Beaber made a motion, seconded by Mr. Lahlein that the attached list of pensions be paid for April 2015. Carried by unanimous vote.

Underfunding by the City of Alton was discussed. Mr. Beaber made a motion, seconded by Mr. Lahlein to discuss the issue at the September 2015 meeting after the audit has been completed. Carried by unanimous vote.

There being no further business to come before the Board of Trustees, the meeting adjourned by unanimous vote.

Respectfully submitted,

Mary T. Boulds