

MINUTES

TINLEY PARK POLICE PENSION

BOARD OF TRUSTEES SPECIAL MEETING

Police Department West Training Room
7850 W. 183rd St.
Tinley Park, IL 60477

Monday, May 13th, 2019 – 6:30 p.m.

A special meeting of the Tinley Park Police Pension Board was called to order at 6:32p.m. by President Violetto. The following were:

PRESENT: President Violetto, Trustee Carl Lindokken, Trustee Tim Elhers and Trustee Frederick Mondt.

ABSENT: Trustee Michael Moylan

Also present was Tom Sawyer of Sawyer Falduto Asset Management, and Heidi Andorfer, an actuary with Foster and Foster.

Heidi Andorfer presented a review of the assumptions of the fund. Andorfer advised that funds across Illinois have been lowering their rate of return assumptions in recent years, with the most common assumption being 6.75%. Andorfer advised that the Tinley Park Police Pension fund has a current rate of return assumption of 7.00%. Andorfer advised that reducing the rate of return assumption to 6.75% would increase the annual contribution requirement by \$344,348 and reduce the funded ratio by -2.4%.

Andorfer said that the Society of Actuaries released a new mortality table in 2019 which is based entirely on public safety pension data. The report stated it is “difficult to justify a table other than this table.” The report stated that using the public safety mortality table would increase the annual contribution requirement by \$371,282 and reduce the funded ratio by -2.7%. The report recommended adopting new public safety mortality tables and to project improvements for five years beyond the valuation date. (to 2024 in the 2019 valuations)

President Violetto announced that the board was in receipt of the bill from the Illinois Department of Insurance in the amount of \$8000 for the annual compliance fee.

There was no executive session.

There was no member of the public wanting to make a comment.

President Violetto asked for a motion to adjourn the meeting at 7:58p.m. Trustee Ehlers moved and Trustee Lindokken seconded the motion. The motion carried unanimously by voice vote.

Respectfully Submitted,

Frederick Mondt,
Secretary