

**WASHINGTON POLICE PENSION FUND
 QUARTERLY BOARD MEETING
 Monday, July 29, 2019 - 8:30 A.M.**

AGENDA

1. Call to Order
2. Roll Call
3. Review Agenda – Deletions or Additions (Discussion Items Only)
4. Discussion of Actuarial Assumptions – Foster & Foster
5. Investment Reporting by Mitchell, Vaught, & Taylor
6. Approval of April 29, 2019 Quarterly Meeting Minutes
7. Public comment
8. Financial Reports
9. Action Items:

A. Ratify investments made via phone/memo approval (roll call vote):

<u>Bank Name</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>	<u>Action Taken</u>
MVT – Goldman Sachs	1.85%	06/17/19	100,000.00	Redeemed and purchased CD with Cefcu – 5 yrs. at 2.32%
			<u>\$ 100,000.00</u>	

B. Recommendation / Approval of Washington State Bank #706712-1 - Maturity 07/25/19

C. Investments Maturing before next quarterly meeting:

<u>Name</u>	<u>Bank</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Morton Community Bank		1.60%	09/27/19	\$110,159.39
				<u>\$110,159.39</u>

- D. Ratification of Police Pension Fund Expenses (roll call vote)
- E. Ratification of 2nd Quarter 2019 Investment Transactions – MVT (roll call vote)
- F. Ratification of Widow's Pension – Kimberly Beard (roll call vote)
- G. Ratification of Widow's Pension – Kathleen Witmer (roll call vote)
- H. Approval of Fiduciary Liability Policy – Ullico (roll call vote)
- I. Approval of Actuarial Assumptions
- J. Recommendation of Actuarial Contract Renewal – Foster & Foster
- K. Election of Officers

10. Discussion Items:
 - A. Election of Active/Retired/Disabled Trustee
 - B. Training requirements and opportunities
11. Adjournment (roll call vote)

Next meeting Monday, October 28, 2019 @ 8:30 a.m.

**WASHINGTON POLICE PENSION FUND
BOARD MEETING
April 29, 2019**

The meeting was called to order by President Michael Hillary at 8:33 a.m. on Monday, April 29, 2019 in the Conference Room at City Hall.

Roll Call

Present
Michael Hillary, President
James Wetzel, Vice President
Greg Gordon, Secretary
Troi Westbrook, Assistant Secretary
James Fussner, Representative

Absent

Also in attendance were Controller Joanie Baxter, Treasurer Ellen Dingedine, City Administrator Ray Forsythe, and Dwight Ower from Mitchell, Vaught & Taylor.

The agenda was reviewed and accepted as presented.

Dwight Ower from Mitchell, Vaught & Taylor gave a report on the investment performance. He indicated that the 1st quarter 2019 was better than expected and there were signs of a good, strong economy. He told the Board that Charles Schwab has been sold to Tamarack Investment and MVT is considering changing to a different reporting software – likely Morningstar. Charles Schwab will still be the custodian of the funds, but a different software will provide more reporting features.

Fixed income had a nice quarter, ending at 2.7%; stocks bounced back at 8.7% and the S & P 500 hit a new all-time high on April 26. Stocks fared better in the U.S. than overseas and growth performed better than value. Both healthcare and technology showed increases. The market did recover in the 1st quarter following a very difficult 4th quarter. Despite the market being down 8% last year, the 3-year average since MVT became investment manager is 12%. Equities are 42.7% of portfolio and could increase to get closer to 45%; however, it is not the best time to be buying now and thus MVT recommends against.

Wetzel made a motion, seconded by Fussner to approve the January 28, 2019 regular meeting minutes. Motion carried and minutes approved.

There were no public comments.

Financial reports as of March 31, 2019 were reviewed by Controller Baxter. Westbrook made a motion to approve the reports, seconded by Fussner. Motion carried.

A CD at Busey Bank in the amount of \$143,508.37 matured on 4/9/19. It was redeemed and a 2-year CD was purchased from Washington State Bank for \$140,000 at 2.75%. Wetzel made a motion, seconded by Hillary to ratify the investment. On roll call the vote was Hillary – yes; Wetzel – yes; Gordon – yes; Westbrook – yes; Fussner – yes. Motion carried.

A CD with Busey Bank in the amount of \$109,401.12 matured on 4/24/19. Based on the quotes received from local banks and MVT, Gordon made a motion, seconded by Hillary to purchase a 2-year CD from Washington State Bank for \$110,000 at 2.75%. On roll call the vote was Hillary – yes; Wetzel – yes; Gordon – yes; Westbrook – yes; Fussner – yes. Motion carried.

Police Pension expenses since the last meeting were as follows:

<u>Payee</u>	<u>Date</u>	<u>Amount</u>	<u>Reason</u>
IPPFA	02/11/19	385.00	IPPFA Conf. - Hillary
IPPFA	02/11/19	385.00	IPPFA Conf. - Wetzel
IPPFA	02/11/19	385.00	IPPFA Conf. - Gordon
IPPFA	02/11/19	385.00	IPPFA Conf. - Fussner
IPPFA	02/12/19	385.00	IPPFA Conf. - Westbrook
	TOTAL	\$1,925.00	

Fussner made a motion, seconded by Wetzel to ratify the expenses. On roll call the vote was Hillary – yes; Wetzel – yes; Gordon – yes; Westbrook – yes; Fussner – yes. Motion carried.

MVT transactions for the 1st quarter 2019 were reviewed. Hillary made a motion, seconded by Fussner to approve these transactions. On roll call the vote was Hillary – yes; Wetzel – yes; Gordon – yes; Westbrook – yes; Fussner - yes. Motion carried.

The RFP for depository bank services was discussed. A total of five proposals were received from Ipava State Bank, Busey Bank, Morton Community Bank, Washington State Bank and Heartland Bank. Currently the Police Pension Fund has their checking account at Heartland Bank. Ipava State Bank bid the highest interest rate of 2.05% to be changed annually, while Busey Bank bid 2.0% to be reviewed with the market.

Following discussion, Hillary made a motion, seconded by Gordon to approve Ipava State Bank as the depository bank for the Washington Police Pension Fund. Staff was asked to either request financial statements or review them online. The request for financials was not included in the RFP. On roll call the vote was Hillary – yes; Wetzel – yes; Gordon – yes; Westbrook – yes; Fussner – yes. Motion carried.

Predatory Lending Law update – all certifications have been received. PNC continues to refuse to certify and thus the Police Pension Fund is not able to do business with them.

The elections for active/retired/disabled trustees should take place prior to the July meeting as their terms expire in May.

All five trustees are attending the IPPFA conference in May which will satisfy the annual 16-hour training requirement.

Dwight mentioned that there are a variety of bills in Committee currently that could affect pension funds, including regarding potential consolidation. Dwight recommended we request further information from our actuary concerning funding ratios and the affect on our fund should downstate investments be consolidated.

A comment was made by Gordon that Keegan Smith will be resigning at the end of the summer.

The next meeting is scheduled for Monday, July 22, 2019 and Baxter reminded the Board that our actuary recommended a discussion be held on the interest rate assumption and possible changes that may be necessary prior to the October meeting when the tax levy is discussed.

There being no further business to come before the Board, Fussner made a motion to adjourn the meeting, seconded by Hillary. On roll call the vote was Hillary – yes; Wetzel – yes; Gordon – yes; Westbrook – yes; Fussner - yes. The meeting was adjourned at 9:30 a.m.

Respectfully Submitted,



Greg Gordon, Secretary

July 2, 2019

Income Report
From 04/01/2019 to 06/30/2019

Washington Police Pension Fund

Interest: Tax Free

<u>Account Number</u>	<u>Last Date Received</u>	<u>Name of Payer</u>	<u>Symbol</u>	<u>Activity</u>	<u>Non-Qualifi Amount</u>	<u>Qualified Amount</u>	<u>Unclassifi Dividend Amount</u>	<u>Total Amount</u>
[REDACTED]	05/14/2019	AbbVie 05/14/2021 2.30%	00287YAU3	Interest	575.00			575.00
	05/02/2019	Altria Group Inc 05/02/2023 2.95%	02209SAP8	Interest	737.50			737.50
	04/29/2019	Bank Of NY Mello 04/28/2023 3.50%	06406RAG2	Interest	437.50			437.50
	06/17/2019	Goldman Sachs B 06/17/2019 1.85%	38148JWE7	Interest	922.47			922.47
	04/15/2019	John Deere 10/15/2022 2.75%	24424CBT7	Interest	275.00			275.00
	04/21/2019	Morgan Stanley 04/21/2021 2.50%	61746BEA0	Interest	937.50			937.50
	05/15/2019	Potash Corp of Sa 05/15/2019 6.50%	73755LAF4	Interest	975.00			975.00
	05/20/2019	Qualcomm Inc 05/20/2022 3.00%	747525AE3	Interest	1,500.00			1,500.00
	04/05/2019	Royal Bank of Can 10/05/2023 3.70%	78013XW20	Interest	1,850.00			1,850.00
	paid at purchase					(606.39)		(606.39)
	06/01/2019	Schlumberger Inc 12/01/2023 3.65%	806854AH8	Interest	1,825.00			1,825.00
	05/15/2019	State Street Corp 05/15/2023 3.10%	857477AL7	Interest	775.00			775.00
	06/12/2019	Sysco Corporation 06/12/2022 2.60%	871829AQ0	Interest	585.00			585.00
	Accrued paid					(606.39)		(606.39)
	Total interest: tax free					10,788.58		

Income Report
From 04/01/2019 to 06/30/2019

Washington Police Pension Fund

Dividends: Tax Free

<u>Account Number</u>	<u>Last Date Received</u>	<u>Name of Payer</u>	<u>Symbol</u>	<u>Activity</u>	<u>Non-Qualifi Amount</u>	<u>Qualified Amount</u>	<u>Unclassifi Dividend Amount</u>	<u>Total Amount</u>
	06/28/2019	Cohen & Steers In	CSRIX	Qualified Dividen		549.40		549.40
	06/21/2019	Lazard Global List	GLIFX	Qualified Dividen		215.39		215.39
	06/17/2019	Schwab Governm	SNVXX	Dividend			31.72	31.72
	06/17/2019	Schwab U. S. Trea	SWGXX	Dividend	48.42			48.42
	06/14/2019	Vanguard Dividen	VDIGX	Qualified Dividen		2,509.41		2,509.41
	06/14/2019	Vanguard Total St	VTSAX	Qualified Dividen		3,273.02		3,273.02
Total dividends: tax free					48.42	6,547.22	31.72	6,627.36

Short Term Gains

<u>Account Number</u>	<u>Last Date Received</u>	<u>Name of Payer</u>	<u>Symbol</u>	<u>Activity</u>	<u>Non-Qualifi Amount</u>	<u>Qualified Amount</u>	<u>Unclassifi Dividend Amount</u>	<u>Total Amount</u>
	06/28/2019	Cohen & Steers In	CSRIX	Short Gain	1,240.28			1,240.28
Total short term gains					1,240.28			1,240.28
Total accrued paid					(606.39)			(606.39)
Total Income					12,077.28	6,547.22	31.72	18,656.22

This report includes data currently available to the investment manager. Past performance is no guarantee of future performance. Indices are not available for direct investment. An investment product which attempts to mimic the performance of an index will incur expenses such as management fees and transaction costs which reduce returns.

**Mitchell,
& Vaught
& Taylor Inc.**
Investment Advisors

53 W. Jackson Suite 905
Chicago, IL 60604
312-922-1717 phone
312-922-1772 fax

July 1, 2019
Statement for Second Quarter 2019
For Services Rendered

To: Washington Police Pension Fund

Investment Management Fee
Third Quarter 2019
July 1 through September 30, 2019

June 30, 2019 Portfolio Value: \$5,677,244.27

Quarterly Fee

First \$2 Million at 0.50%	=	\$2,500.00
Next \$3 Million at 0.40%	=	\$3,000.00
Next \$5 Million at 0.35%	=	\$592.59

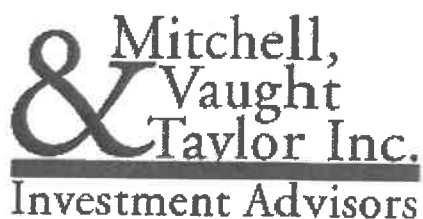
Total Fee:		\$6,093

Allocate bill to individuals within group:

Name	Acct. Number	Portfolio Value	Bill Amount
Washington Police Bonds	5994-4800	\$2,417,653.32	\$2,595
Washington Police Equity	5994-4800	\$3,259,590.95	\$3,498

Each account listed above at Charles Schwab has been charged its corresponding fee.
Charles Schwab, as custodian, makes no independent verification of the calculation of the billing amount, which is the client's responsibility.

June 30, 2019



Portfolio Statement

As of 06/30/2019

06/28/2019 Prices

Washington Police Pension Fund Group

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
Washington Police Bonds							
Fixed Income							
Money Funds							
Money Funds							
2.9%	SNVXX	02/06/2019	Schwab Government Money	163,031.72	163,031.72	1.000	163,031.72
0.2%	SWGXX		Schwab U. S. Treasury		10,418.14		10,418.14
3.1%					173,449.86		173,449.86
U. S. Treasury							
US Treasury							
0.7%		02/27/2019	Treasury Note 02/15/2021 3.625% Accrued Income	40,000	40,875.47	102.844	41,137.52
1.1%		04/19/2018	US Treasury Note 03/31/2023 2.50% Accrued Income	60,000	59,302.39	102.750	61,650.00
0.6%		05/23/2019	US Treasury Note 07/31/2025 2.875% Accrued Income	30,000	31,160.85	105.938	31,781.25
0.3%		06/18/2019	US Treasury Note 05/15/2026 1.625% Accrued Income	20,000	19,631.32	98.344	19,668.76
2.7%					150,970.03		155,563.64
TIPS							
2.0%		11/08/2016	Treasury Inflation-Indexed 07/15/2024 0.125% Par 107,548.00 (1.07548) Accrued Income	100,000	102,512.85	107.382	115,487.30
Treasury Inflation-Indexed							
2.4%		08/03/2016	Treasury Inflation-Indexed 01/15/2021 1.125% Par 116,739.00 (1.16739) Accrued Income	100,000	116,430.20	117.635	137,325.57
4.5%					218,943.05		252,877.21

Portfolio Statement

As of 06/30/2019
06/28/2019 Prices

Washington Police Pension Fund Group

Weight	Symbol	Trade Date	Description	Quantity	Cost Basis	Current Price	Current Value
Washington Police Bonds 5994-4800 Fixed Income							
Fixed Income							
Corporate Bonds							
Corporate Bond							
0.2%		02/01/2016	Deere & Company 01/15/2020 2.50%	11,000	11,114.40	100.141	11,015.49
			Accrued Income				126.81
0.6%		02/01/2016	Union Pacific 02/15/2020 6.125%	30,000	34,443.00	102.045	30,613.53
			Accrued Income				694.17
0.9%		02/01/2016	JP Morgan Chase 03/25/2020 4.95%	50,000	54,614.00	101.887	50,943.40
			Accrued Income				660.00
0.4%		02/27/2019	State Street Cor 08/18/2020 2.55%	20,000	19,958.80	100.452	20,090.48
			Accrued Income				188.42
0.4%		02/01/2016	American Express 09/14/2020 2.60%	20,000	20,160.20	100.367	20,073.48
			Accrued Income				154.56
0.9%		01/13/2017	Cisco Systems 02/28/2021 2.20%	50,000	50,027.00	100.088	50,043.85
			Accrued Income				369.72
1.3%		09/08/2016	Morgan Stanley 04/21/2021 2.50%	75,000	75,995.50	100.156	75,117.23
			Accrued Income				363.73
0.9%		10/12/2016	AbbVie 05/14/2021 2.30%	50,000	50,320.50	99.696	49,847.85
			Accrued Income				150.14
0.9%		07/13/2017	Toronto Dominion 07/13/2021 1.80%	50,000	49,151.00	99.108	49,553.95
			Accrued Income				420.00
0.9%		07/22/2016	Wells Fargo 07/26/2021 2.10%	50,000	50,107.14	99.496	49,748.00
			Accrued Income				452.49
0.9%		01/13/2017	Procter & Gamble 02/06/2022 2.30%	50,000	50,366.90	100.789	50,394.45
			Accrued Income				463.19
1.8%		05/10/2017	Bank Of Nova Scotia 03/07/2022 2.70%	100,000	101,107.50	101.236	101,236.00
			Accrued Income				855.00
0.9%		06/16/2017	Medtronic 03/15/2022 3.125%	50,000	51,876.50	102.522	51,260.90
			Accrued Income				460.07
1.8%		03/29/2017	Qualcomm Inc 05/20/2022 3.00%	100,000	101,441.00	101.711	101,711.20
			Accrued Income				341.67
0.8%		08/07/2017	Sysco Corporation 06/12/2022 2.60%	45,000	45,496.00	100.817	45,367.56
			Accrued Income				61.75
0.9%		05/23/2017	Toyota Motor Credit 07/13/2022 2.80%	50,000	50,792.00	101.738	50,869.10
			Accrued Income				653.33
0.9%		05/23/2017	Anheuser-Busch 07/15/2022 2.50%	50,000	50,088.00	100.694	50,347.15
			Accrued Income				576.39

Portfolio Statement

As of 06/30/2019
06/28/2019 Prices

Washington Police Pension Fund Group

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
Washington Police Bonds 5994-4800 Fixed Income							
Fixed Income							
Corporate Bonds							
Corporate Bond							
0.9%		07/18/2017	Altria Group Inc 08/09/2022 2.85%	50,000	51,234.00	100.856	50,428.05
			Accrued Income				562.08
1.8%		08/29/2018	Bank Of Montreal 09/11/2022 2.35%	100,000	96,342.30	100.040	100,040.00
			Accrued Income				718.06
0.4%		07/19/2018	John Deere 10/15/2022 2.75%	20,000	19,620.00	101.453	20,290.68
			Accrued Income				116.11
1.4%		06/26/2018	Bank Of America 01/11/2023 3.30%	75,000	74,045.50	103.035	77,275.88
			Accrued Income				1,168.75
0.9%		10/06/2017	Brown Forman 01/15/2023 2.25%	50,000	49,338.00	99.432	49,716.00
			Accrued Income				518.75
0.9%		07/13/2017	Anheuser-Busch 01/17/2023 2.625%	50,000	50,012.50	100.893	50,446.65
			Accrued Income				597.92
0.5%		06/26/2018	John Deere Capital 01/27/2023 2.80%	25,000	24,467.00	101.792	25,448.00
			Accrued Income				299.44
0.4%		03/09/2018	IBM Credit 02/06/2023 3.00%	20,000	19,856.51	102.231	20,446.12
			Accrued Income				240.33
0.9%		10/06/2017	Bnp Paribas 03/03/2023 3.25%	50,000	51,533.00	103.335	51,667.70
			Accrued Income				532.64
0.8%		12/04/2017	Philip Morris 03/06/2023 2.625%	45,000	44,781.40	100.677	45,304.43
			Accrued Income				377.34
0.5%		06/26/2018	Bank Of NY Mellon 04/28/2023 3.50%	25,000	25,076.00	104.059	26,014.83
			Accrued Income				153.13
0.9%		10/06/2017	Altria Group Inc 05/02/2023 2.95%	50,000	50,951.77	100.673	50,336.35
			Accrued Income				241.74
0.9%		07/19/2018	State Street Corp 05/15/2023 3.10%	50,000	49,402.50	102.491	51,245.60
			Accrued Income				198.06
1.5%		08/28/2018	Bank Of NY Mellon 08/11/2023 3.45%	80,000	80,168.80	104.280	83,423.92
			Accrued Income				1,073.33
0.9%		10/06/2017	Bank of NY Mellon Corp 08/16/2023 2.20%	50,000	49,064.00	99.581	49,790.30
			Accrued Income				412.50
1.9%		11/30/2018	Royal Bank of Canada 10/05/2023 3.70%	100,000	99,840.00	105.245	105,244.80
			Accrued Income				883.89

Portfolio Statement

As of 06/30/2019

06/28/2019 Prices

Washington Police Pension Fund Group

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
Washington Police Bonds [REDACTED] Fixed Income							
Fixed Income							
Corporate Bonds							
Corporate Bond							
1.9%	[REDACTED]	11/16/2018	Schlumberger Inc 12/01/2023 3.65% Accrued Income	100,000	99,969.00	105.020	105,020.00
							304.17
32.3%					1,802,761.72		1,835,762.61
42.6%					2,346,124.66		2,417,653.32
42.6%					2,346,124.66		2,417,653.32
Washington Police Equity 2084-2258 Mutual Funds							
Fixed Income							
Money Funds							
Money Funds							
0.0%	SWGXX		Schwab U. S. Treasury		2,185.46		2,185.46
Domestic Equities							
Domestic Index Fund							
16.0%	VTSAX	01/20/2016	Vanguard Total Stock Admiral	12,410.745	623,288.52	73.040	906,480.81
Large Growth							
2.6%	PNAIX	10/24/2018	T Rowe Price New America	2,782.224	140,229.61	53.030	147,541.34
Large Value							
6.3%	VDIGX	01/20/2016	Vanguard Dividend Growth Fund	12,104.415	274,870.03	29.370	355,506.67
Mid Cap Growth							
2.4%	BMDIX	01/20/2016	Baird Midcap Institutional	5,957.655	90,558.44	22.430	133,630.20
Small Growth							
1.8%	TQAIX	09/06/2018	T Rowe Price Qm US Small Grow	2,581.392	67,040.07	38.570	99,564.29
Small/MidCap							
4.6%	DHMIX	01/20/2016	Diamond Hill Small Mid Cap Inst	11,781.751	213,678.26	22.110	260,494.51
33.5%					1,409,664.93		1,903,217.82
Alternatives							
Technology							
3.0%	USSCX	10/20/2016	USAA Science And Technology	6,193.774	150,745.51	27.790	172,124.98
Health Care							
3.2%	THISX	09/06/2018	T Rowe Price Health	2,303.669	145,679.11	78.780	181,483.04
Infrastructure							
0.6%	GLIFX	05/01/2018	Lazard Global Listed Infrastructur	2,167.861	34,072.89	15.270	33,103.24

Portfolio StatementAs of 06/30/2019
06/28/2019 Prices

Washington Police Pension Fund Group

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>	
Washington Police Equity 2084-2258 Mutual Funds								
Domestic Equities								
Alternatives								
Real Estate								
1.5%	CSRIX	07/15/2016	Cohen & Steers Institutional	1,930.676	91,966.70	44.920	86,725.97	
<hr/>					422,464.21		473,437.23	
8.3%								
<hr/>					1,832,129.14		2,376,655.05	
41.9%								
International Equities								
International								
Large Growth								
2.1%	APDIX	08/03/2017	Artisan International Fund	3,698.869	119,540.93	32.310	119,510.46	
Large Value								
1.7%	GCIIX	07/31/2018	Goldman International Insights	7,807.965	105,468.91	12.560	98,068.04	
5.9%	OANIX	11/16/2017	Oakmark International Fund Instit	14,567.214	271,015.73	23.070	336,065.63	
<hr/>					376,484.64		434,133.67	
7.6%								
Small Cap								
2.4%	OSMYX	01/27/2016	Invesco Oppenheimer Intl Smid C	2,805.08	108,440.93	47.710	133,830.37	
Emerging Markets								
1.1%	GERIX	10/24/2018	Goldman Sachs Emerging Market	6,800.062	60,300.15	9.570	65,076.59	
2.3%	ODVYX	01/20/2016	Invesco Oppenheimer Developing	2,951.182	96,308.35	43.440	128,199.35	
<hr/>					156,608.50		193,275.94	
3.4%								
<hr/>					761,075.00		880,750.44	
15.5%								
<hr/>					2,595,389.60		3,259,590.95	
57.4%								
<hr/>					4,941,514.26		5,660,464.14	
99.7%								
<hr/>							16,780.13	
100.0%	Total Accrued Income							5,677,244.27

This report includes data currently available to the investment manager. Past performance is no guarantee of future performance. Indices are not available for direct investment. An investment product which attempts to mimic the performance of an index will incur expenses such as management fees and transaction costs which reduce returns. We urge our clients to compare MVT statements with those from custodians.

**WASHINGTON POLICE PENSION FUND
CASH AND INVESTMENTS
06/30/19**

Ipava State Bank Money Market	\$	331,903.37
Cefcu Savings	\$	7,886.74
Charles Schwab Money Market - Fixed Income	\$	60,418.14
Charles Schwab Money Market - Fixed Income Non-Sweep	\$	113,031.72
Charles Schwab Money Market - Equity Sweep	\$	210.46
Charles Schwab Money Market - Equity Non-Sweep	\$	-

Certificates of Deposit:

	CEFCU			
	1.79% due 1/10/22	\$	100,000.00	
	2.32% due 6/28/24	\$	100,000.00	\$ 200,000.00

Heartland Bank
No CD's at this time.

	IPAVA State Bank			
	1.50% due 08/23/20	\$	134,956.93	
	2.00% due 08/31/20	\$	103,021.72	\$ 237,978.65

	Washington State Bank			
	1.50% due 7/25/19	\$	210,509.73	
	1.50% due 2/22/20	\$	135,639.55	
	2.75% due 5/01/21	\$	110,144.81	
	2.75% due 4/17/21	\$	140,644.17	\$ 596,938.26

	Morton Community Bank			
	1.60% due 9/27/19	\$	110,159.39	
	2.70% due 9/05/21	\$	183,667.79	\$ 293,827.18

	Busey Bank			
	2.90% due 1/11/24	\$	100,715.07	
	2.76% due 8/30/23	\$	107,182.49	\$ 207,897.56

Mitchell, Vaught, & Taylor
No CD's at this time.

Total Certificates of Deposits	\$	1,536,641.65
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WASHINGTON POLICE PENSION FUND
REVENUE AND EXPENSE REPORT
MAY 1, 2018 TO APRIL 30, 2019
(unaudited)

REVENUES:

Property Taxes	532,890.89	
Property Replacement Taxes	18,936.37	
Interest	91,927.86	
Dividend Income	160,786.18	
Employee Contributions	147,471.95	
Miscellaneous Income	0.00	
	<u> </u>	
TOTAL		952,013.25

EXPENSES:

Pensions	603,781.16	
Insurance	3,122.00	
Legal	200.00	
Compliance Fee	1,441.43	
Training	1,925.00	
Membership Dues	795.00	
Contributions Refund	0.00	
Investment Expense	22,735.00	
Miscellaneous	320.50	
	<u> </u>	
TOTAL		<u>634,320.09</u>

REVENUES LESS EXPENSES

317,693.16

* Note - Unrealized gain/loss are not recorded here.

WASHINGTON POLICE PENSION FUND
REVENUE AND EXPENSE REPORT
MAY 1, 2019 THROUGH JUNE 30, 2019

REVENUES:

Property Taxes	0.00	
Property Replacement Taxes	5,650.42	
Interest	12,918.87	
Dividends (Cash/Reinvested)	10,185.38	
Employee Contributions	29,846.46	
Miscellaneous Income	0.00	
TOTAL		58,601.13

EXPENSES:

Pensions	102,882.28	
Insurance	0.00	
Legal	0.00	
Compliance Fee	1,539.33	
Training	0.00	
Membership Dues	0.00	
Subscriptions	0.00	
Postage	0.00	
Contributions Refund	0.00	
Investment Expense	0.00	
Miscellaneous	31.81	
TOTAL		104,453.42

REVENUES LESS EXPENSES **(45,852.29)**

* Note - Unrealized gain/loss are not recorded here.

MONTHLY PENSIONS PAID (GROSS): RETIREMENT

Kimberly Beard	2,869.58	
David Densberger	3,264.71	
Mary Densberger	1,290.70	
James Fussner	3,642.67	
Rosalie Gerkin	4,644.20	
James Kuchenbecker	7,322.57	
Thomas Libotte	4,625.40	
Gwendolyn Marshall	2,965.62	
David Stark	3,821.65	
Donald Volk	6,682.71	
Michael Williams	3,073.72	
Kathleen Witmer	3,056.13	
Charles Woolley	4,181.48	
TOTAL		51,441.14

MONTHLY PENSIONS PAID (GROSS): DISABILITY

No Disability Pensions at this time.	0.00	
TOTAL		0.00

POLICE PENSION - ACTIVE OFFICERS' CONTRIBUTIONS AS OF 06/30/19

	Contributions	Years
Danton Althiser	\$ 5,761.27	0
Lyle Baele	\$ 127,837.51	20
Zachary Bean	\$ 49,941.61	8
Michael Brown	\$ 28,712.42	4
Jacob Cernek	\$ 42,710.87	8
Ashley Clare	\$ 17,800.31	3
Daniel Foster	\$ 50,013.88	9
Greg Gordon	\$ 114,947.81	21
Frank Grossman	\$ 40,778.12	7
Steve Hinken	\$ 51,664.33	9
Ryan Hunsunger	\$ 74,962.98	13
Ramadan Moore	\$ 6,041.43	1
Brian Simpson	\$ 34,171.62	6
Keegan Smith	\$ 44,535.29	7
Steven Smith	\$ 67,853.64	9
Stuart Stevens	\$ 118,001.95	19
Joshua Sutter	\$ 23,371.10	3
Dramane Taylor	\$ 27,576.03	4
Derek Thomas	\$ 90,016.04	16
Troi Westbrook	\$ 34,997.03	5
Tyler Willi	\$ 63,808.45	10
TOTAL ACTIVE CONTRIBUTIONS	\$ 1,115,503.69	

POLICE PENSION -INACTIVE OFFICERS' CONTRIBUTIONS AS OF 06/30/19

	Contributions	Years
Lindsay Bond <i>Terminated 3/5/15</i>	\$ 5,662.02	
Michael Heitz <i>Terminated 5/11/13</i>	\$ 624.14	
April Schrementi <i>Terminated 7/21/10</i>	\$ 5,253.25	
TOTAL INACTIVE CONTRIBUTIONS	11,539.41	
TOTAL CONTRIBUTIONS	1,127,043.10	

**WASHINGTON POLICE PENSION FUND
301 WALNUT STREET
WASHINGTON, IL 61571**

MEMO MEMO MEMO MEMO MEMO MEMO MEMO MEMO

TO: Washington Police Pension Board
FROM: Jeanette Glueck
DATE: 07/29/19
SUBJECT: Ratification of Police Pension Fund Expenses

The following is a list of any expenses incurred by the Police Pension Board during the last quarter:

<u>Payee</u>	<u>Date</u>	<u>Amount</u>	<u>Reason</u>
Illinois Dept. of Insurance	05/07/19	1,539.33	Compliance Fee FY2020
IPAVA State Bank	6/26/19	31.81	New check order charge
	TOTAL	<u>\$1,571.14</u>	

Transaction Detail
From 04/01/2019 to 06/30/2019

Washington Police Pension Fund

Portfolio Account Number	Trade Date	Activity	Security Symbol	Description	Quantity	Net Amount
	04/01/2019	Sell	SNVXX	Schwab Government Money		6,000.00
	04/05/2019	Interest	78013XW20	Royal Bank of Canada 10/05/2023 3.70%	(6,000)	1,850.00
	04/12/2019	Withdrawal	SWGXX	Schwab U. S. Treasury		(2,500.00)
	04/12/2019	Deposit	SWGXX	Schwab U. S. Treasury		2,500.00
	04/15/2019	Interest	24424CBT7	John Deere 10/15/2022 2.75%		275.00
	04/15/2019	Dividend	SNVXX	Schwab Government Money	17.37	17.37
	04/15/2019	Dividend	SWGXX	Schwab U. S. Treasury		10.02
	04/15/2019	Dividend	SWGXX	Schwab U. S. Treasury		1.84
	04/21/2019	Interest	61746BEA0	Morgan Stanley 04/21/2021 2.50%		937.50
	04/23/2019	Management Fee		Schwab U. S. Treasury		(2,500.00)
	04/23/2019	Management Fee		Schwab U. S. Treasury		(3,435.00)
	04/29/2019	Interest	06406RAG2	Bank Of NY Mellon 04/28/2023 3.50%		437.50
	05/02/2019	Interest	02209SAP8	Allria Group Inc 05/02/2023 2.95%		737.50
	05/14/2019	Interest	00287YAU3	AbbVie 05/14/2021 2.30%		575.00
	05/15/2019	Interest	73755LAF4	Potash Corp of Saskatchewan 05/15/2019 6.50%		975.00
	05/15/2019	Dividend	SNVXX	Schwab Government Money	5.28	5.28
	05/15/2019	Dividend	SWGXX	Schwab U. S. Treasury		9.44
	05/15/2019	Dividend	SWGXX	Schwab U. S. Treasury		1.73
	05/15/2019	Interest	857477AL7	State Street Corp 05/15/2023 3.10%		775.00
	05/15/2019	Sell	73755LAF4	Potash Corp of Saskatchewan 05/15/2019 6.50%	(30,000)	30,000.00
	05/20/2019	Interest	747525AE3	Qualcomm Inc 05/20/2022 3.00%		1,500.00
	05/23/2019	Buy	912828Y79	US Treasury Note 07/31/2025 2.875%	30,000	(31,430.08)
	06/01/2019	Interest	806854AH8	Schlumberger Inc 12/01/2023 3.65%		1,825.00
	06/11/2019	Buy	SNVXX	Schwab Government Money	10,000	(10,000.00)
	06/12/2019	Interest	871829AQ0	Sysco Corporation 06/12/2022 2.60%		585.00
	06/14/2019	Qualified Dividend	VDIGX	Vanguard Dividend Growth F	86.145	2,509.41
	06/14/2019	Qualified Dividend	VTSAX	Vanguard Total Stock Admir	45.725	3,273.02

July 11, 2019


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Transaction Detail
From 04/01/2019 to 06/30/2019

Washington Police Pension Fund

Portfolio Account Number	Trade Date	Activity	Security Symbol	Description	Quantity	Net Amount
	06/17/2019	Interest	38148JWE7	Goldman Sachs Bank 06/17/2019 1.85%		922.47
	06/17/2019	Dividend	SNVXX	Schwab Government Money	9.07	9.07
	06/17/2019	Dividend	SWGXX	Schwab U. S. Treasury		25.08
	06/17/2019	Dividend	SWGXX	Schwab U. S. Treasury		0.33
	06/17/2019	Sell	38148JWE7	Goldman Sachs Bank 06/17/2019 1.85%	(100,000)	100,000.00
	06/17/2019	Sell	912796RW1	Treasury Bill 07/05/2019 0.00%	(20,000)	19,969.48
	06/18/2019	Buy	SNVXX	Schwab Government Money	100,000	(100,000.00)
	06/18/2019	Buy	912828R36	US Treasury Note 05/15/2026 1.625%	20,000	(19,662.23)
	06/21/2019	Qualified Dividend	GLIFX	Lazard Global Listed Infrastr	13.932	215.39
	06/27/2019	Sell	QANIX	Oakmark International Fund I	(2,617.801)	59,875.00
	06/28/2019	Deposit	SWGXX	Schwab U. S. Treasury		58,000.00
	06/28/2019	Withdrawal	SWGXX	Schwab U. S. Treasury		(58,000.00)
	06/28/2019	Buy	SNVXX	Schwab Government Money	50,000	(50,000.00)
	06/28/2019	Qualified Dividend	CSRIX	Cohen & Steers Institutional	12.231	549.40
	06/28/2019	Short Gain	CSRIX	Cohen & Steers Institutional	27.611	1,240.28
	06/28/2019	Long Gain	CSRIX	Cohen & Steers Institutional	53.381	2,397.88
						20,575.66

**CITY OF WASHINGTON
POLICE PENSION FUND**

TO: Police Pension Board
FROM: Joanie Baxter, Controller 
DATE: July 24, 2019
SUBJECT: Fiduciary Liability Insurance Renewal

A proposal was received from Ullico for the renewal of the fiduciary liability insurance policy. The renewal was quoted at \$3,182 compared to \$3,122 in the prior year which represents a modest 1.9% increase.

Approval of the renewal is an action item on the agenda for the Police Pension Board meeting of July 29, 2019.



ULLICO ORGANIZED LABOR PROTECTION GROUP, LLC

a voluntary membership organization operating pursuant to the Liability Risk Retention Act of 1986 and whose principal office is: 1625 Eye Street NW, Washington, DC 20006

GOVERNMENTAL FIDUCIARY LIABILITY INSURANCE PREMIUM QUOTATION

DATE ISSUED: 07/22/2019 **UNDERWRITER:** Kimberly Allen

QUOTATION NO: QT0000054891 **RENEWAL:** Y

ISSUED BY: Markel American Insurance Company

INSURANCE REPRESENTATIVE: Ullico Casualty Group, LLC
8403 Colesville Road, 13th Floor
Silver Spring, MD 20910

PRODUCER: Mesirow Insurance Services, Inc

ADDRESS: 353 N Clark St
Chicago, IL 60654

TRUST(S) OR PLAN(S): City of Washington Police Pension Fund

ADDRESS: 301 Walnut Street
Washington, IL 61571

POLICY PERIOD: 09/01/2019 to 09/01/2020

PRIOR & PENDING LITIGATION DATE: 09/01/2016

LIMITS OF LIABILITY: (a) \$1,000,000 **Limit of Liability for all Loss (Aggregate)**
(b) \$100,000 **Voluntary Compliance Program Expenditure Sub-Limit: Aggregate Limit of Liability for all Voluntary Compliance Program Expenditures (included within and not in addition to the maximum Aggregate Limit of Liability set forth in Item 04(a) of the Policy Certificate.**

SELF-INSURED RETENTION: \$0 each Claim

COVERAGE: Markel American Insurance Company
Governmental Fiduciary Liability Insurance Claims-Made Policy Form GOV-1000 (11/2014), Claims Expenses Inclusive

PREMIUM:	(a)	\$3,182.00	Basic Premium
	(b)	\$0.00	Tax/Other
	(c)	\$3,182.00	Total

CONDITIONS/COVERAGE SUBJECT TO:

Nothing else required


THE FOLLOWING ENDORSEMENTS WILL ATTACH TO THE POLICY:

<u>END NO./REF NO.</u>	<u>ENDORSEMENT</u>
1. MIL 1214 (09/17)	Trade or Economic Sanctions
2. TRIA (06/15)	Cap on Losses From Certified Acts of Terrorism
3. GOV-IL (09/15)	Illinois Amendatory Endorsement
4. GOV-044 (06/15)	Defense and Settlement Endorsement
5. GOV-054 (05/16)	Modification Endorsement

This quotation is valid for a period of thirty (30) days from the Issue Date shown above unless amended or withdrawn by **Markel American Insurance Company (Insurer)**, with or without cause, prior to its acceptance and binding, and is subject to the terms and conditions of the policy (ies) to be issued. If the information supplied by the **Trust or Plan** in the application changes between the date of the application for this insurance and the **Effective Date** of the insurance or the time when the policy is bound (whichever is later), the **Trust or Plan** must immediately notify **Insurer** in writing of such changes and the **Insurer** may withdraw or amend any outstanding quotations based upon such changes.

Ullico Organized Labor Protection Group, LLC is administered by Ullico Casualty Group, LLC, a/k/a Ullico Insurance Agency, LLC in CA, and Ullico Casualty Agency in NY. CA License #OH86030 and FL (Craig Arneson) License # A008437.

**CITY OF WASHINGTON
POLICE PENSION FUND**

TO: Police Pension Board
FROM: Joanie Baxter, Controller 
DATE: July 24, 2019
SUBJECT: Actuarial Services Contract Renewal

Foster & Foster completed a three-year contract for actuarial services with the report done for the 2018 tax levy. As such, a new contract is required for the actuarial study for the 2019 levy. Because we are discussing the actuarial assumptions with Foster & Foster to be used for 2019 and because of the required time to seek a new RFP, it was agreed that the Board request a renewal proposal from Foster & Foster to be considered by both the Board and ultimately the City Council since the City pays for this service. Foster & Foster provided both a one-year and three-year contract proposal as follows:

One year contract:

- 2019 Funding and GASB 67/68 actuarial valuation fee = \$5,800
- Includes one meeting with the Pension Board to discuss the results of the report.
- Additional meetings will be billed based on the hourly rates outlined in the current contract.

Three year contract:

- 2019 Funding and GASB 67/68 actuarial valuation fee = \$5,700
- 2020 Funding and GASB 67/68 actuarial valuation fee = \$5,800
- 2021 Funding and GASB 67/68 actuarial valuation fee = \$5,900
- Includes one meeting with the Pension Board to discuss the results of the report.

The previous contract included fees of \$5,500, \$5,600 and \$5,700 for FY16-17, FY17-18 and FY18-19, respectively.

The Board is being asked to make a recommendation to the City Council for consideration at the August 5, 2019 meeting.