

**MINUTES OF A SPECIAL MEETING OF THE
BOARD OF TRUSTEES OF THE
FRANKLIN PARK POLICE PENSION FUND
AND
FRANKLIN PARK FIREFIGHTER'S PENSION FUND**

A special meeting of the Board of Trustees of the Franklin Park Police Pension Fund was held on Tuesday, October 23, 2012 at 10:15 a.m., at Fire Station 2, training room located at 10001 Addison, Franklin Park, IL 60131, pursuant to notice.

The meeting began at 10:47 a.m.

THOSE PRESENT WERE:

Franklin Park Police Pension Fund: President Steven Witnik
Vice President Richard Viken
Asst. Secretary Jim Winje

Absent: Secretary Jack Kreckler, Trustee Aaron Jimenez

Franklin Park Fire Pension Fund: President Anthony Bianchi
Secretary Anthony Tarasiuk
Trustee Daniel Antioho

Lauterbach & Amen, LLP: Certified Public Accountants for Franklin Park Police Pension Fund
Allison Barrett, Partner - Presenter
Todd Schroeder, Actuary - Presenter

Also Present: Franklin Park Police Chief Michael Witz, Fire Chief Steve Iovinelli, Mayor Barrett F. Pedersen, Robert Jensen and Cynthia Perez

PURPOSE OF THE MEETING

A presentation by Lauterbach & Amen, LLP, with input from the Village and Pension Board advisors, to assist in the development of a sound funding policy through actuarial discussion and analysis. A copy of the Lauterbach & Amen, LLP power point presentation was distributed. Today is the second meeting to discuss and review the dollar impact on policy options.

As discussed in the first meeting, the goals and objectives of developing a sound funding policy were:

- to provide benefit security for participants by paying benefits when due;
- achieve affordability and budget stability that can be managed on a year to year basis;
- control effective funding of costs, and
- inter-period equity to be fair to the tax payers

Topics covered and discussed in this second meeting were:

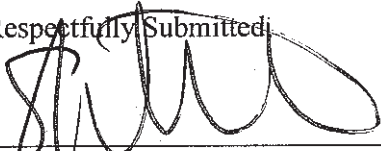
- Evaluating the dollar impact of the optimum funding policy
- Determining your Risk Tolerance
- Cash Flow analysis – lower, moderate and higher risk
- Impact of various actuarial options
- Lower, moderate and higher risk funding policies
- Impact of the statutory minimum funding requirement
- Exploring the GAP in funding

- Where we are now vs. where we want to be
- Options to close the GAP
- Establish Goal Posts to monitor future progress

The Village indicated they will come back to the Police and Fire Pension Funds to discuss the recommendations reviewed, decide on how to proceed and to determine if another meeting is needed.

The meeting ended at 12:03 p.m.

Respectfully Submitted,



Steve Witnik, President

Date approved:

10/30/12

Minutes prepared by Pension Services Administrator, Becky Davis.