

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF TRUSTEES  
OF THE HAMPSHIRE POLICE PENSION FUND  
DECEMBER 27, 2021

The regular meeting of the Hampshire Police Pension Board was held on Monday, December 27, 2021, at 3:30 p.m. at the Village Hall located at 234 South State Street, Hampshire, Illinois pursuant to proper notice, to conduct business of the Pension Board.

1. Call to Order: Trustee Neblock called the meeting to order at 3:40 p.m.
2. Roll Call:
  - a. Present: Trustee Hessenflow, Trustee Neblock, Trustee Edwardson , Trustee Huff  
Absent: Trustee Scarpino
  - b. Also present: Village Finance Director Lori Lyons & Laura J. Goodloe, Board Attorney and Todd Schroeder, Fund Actuary via teleconference
3. Public Input-Citizen Comments: None
4. Approve Minutes of October 14, 2021 Motion by Hessenflow to approve the minutes, seconded by Edwardson. Motion passed by Roll Call Vote:
  - a. Ayes: Hessenflow, Neblock, Edwardson, Huff
  - b. Nays: None
5. Review of application for Military and IMRF service credit transfer from member J. Neblock and special considerations required due to timing of fund establishment: Todd Schroeder, the Fund's actuary, spoke about the decisions to be made regarding service credit transfer calculations. The Board must determine what interest rate (the statute references an "actuarial assumed rate") used for calculating IMRF creditable service transfers and the Board must also determine how the military service calculations are to be made when actuarial reports are unavailable for the time of military service.
6. Mr. Schroeder and Ms. Goodloe provided input that most funds have chosen the assumed rate of return from the most recent actuarial report for service transfer credit calculations. Motion by Hessenflow to use the assumed rate of return from the Fund's most recent actuarial report in calculating all service credit transfers; seconded by Edwardson. Motion passed by Roll Call Vote:

- a. Ayes: Edwardson, Huff, Hessenflow, Neblock
  - b. Nays: None
- 7. Mr. Schroeder explained that typically actuarial reports from the actual time of military service are used to produce creditable service cost calculations, and Ms. Goodloe, noted the unavailability of actuarial reports for periods prior to the Village's initial report in 2010 and the fact that all early actuarial reports were produced prior to Public Act 101-0627 which granted Tier 1 status to many of Hampshire's fund participants. It was stated that the most defensible action would be to use the actuarial report prepared closest to the military service dates if actual reports from the dates of military service were not prepared. Motion by Hessenflow to use the closest actuarial valuation report that correlates to dates of service for each military application; seconded by Huff. Motion passed by Roll Call vote:
  - a. Ayes: Huff, Hessenflow, Edwardson
  - b. Nays: None
  - c. Abstentions: Neblock
- 8. Old Business: None
- 9. New Business: None
- 10. Next meeting is scheduled for January 13, 2022 at 4:00 p.m.
- 11. Motion by Neblock to adjourn; seconded by Edwardson. Motion passed by Roll Call Vote:
  - a. Ayes: Neblock, Edwardson, Huff, Hessenflow
  - b. Nays: None