

ILLINOIS POLICE OFFICERS' PENSION INVESTMENT FUND
POLICY AND PROCEDURE

POLICY NUMBER: PP-2020-04
SUBJECT: ACCOUNTS PAYABLE
EFFECTIVE DATE: JULY 10, 2020
AMENDED: FEBRUARY 26, 2021

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A. PURPOSE:

1. The purpose of the Accounts Payable Policy and Procedures document is to provide consistent procedures for the Illinois Police Officers' Pension Investment Fund. These procedures are intended to provide safeguards for maintaining the quality and integrity of the accounts payable system in making payments to vendors.

B. AUTHORITY:

2. The Illinois Police Officers' Pension Investment Fund was established under Article 22B of the Illinois Pension Code. The term "Pension Fund" or "IPOPIF" shall refer to the Illinois Police Officers' Pension Investment Fund created by 40 ILCS 5/22b-101 *et seq.*

C. DEFINITIONS:

3. Definitions used in the policy include:
 - a. AP means accounts payable
 - b. FEIN means the federal employer identification number assigned to each vendor doing business with the Pension Fund.
 - c. PO means purchase order
 - d. Vendor means a business or individual that provides a product or service to the Pension Fund.

D. VENDORS:

4. All vendors must be authorized by the Pension Fund Executive Director. Purchases exceeding \$20,000 shall be authorized by the Board of Trustees.
5. Once vendors have been authorized, the Pension Fund or authorized service provider creates a new vendor in the financial record keeping system, inserting the FEIN number provided via the IRS W-9 form to ensure appropriate reporting under Internal Revenue Service guidelines.
6. Only authorized vendors will be paid by the Pension Fund.

E. INVOICE PROCESSING FOR PAYMENT:

7. Payments are to be made on original invoices received from vendors. Payments are not to be made on statements from vendors.
8. Invoices are to be sent directly to the Pension Fund for necessary approvals before payment.
9. Invoices will be approved (or disapproved) by the Pension Fund Executive Director in accordance with the provisions of this policy.

F. INVOICE DEADLINES:

10. Invoices will be processed and approved for payment, as received during normal business hours.
11. Approved vendor invoices and reimbursements will be *paid on demand* as received.

G. TYPES OF PAYMENTS:

12. Recurring payment invoices are expenses that occur on a regular basis, such as monthly rent, utilities, mobile phone expenses, monthly bank fees, or other fixed monthly charges. These payments are those with vendors under a multi-term contract with the IPOPIF and have been approved by the Board of Trustees.
 - a. Recurring payments will be reported to the Board of Trustees after payment has been made by the IPOPIF and the Board of Trustees will ratify the recurring payment at a regular meeting of the Board of Trustees.
 - b. Professional service vendor contracts are specifically excluded from this provision.
13. One-time payments are those with vendors under a contract for a specific service or period of time contract.
14. Reimbursement payments are those with members of the Board of Trustees, Executive Director, Pension Fund staff or others that have been approved for reimbursement for travel related expenses, mileage reimbursement and other pre-approved expenses related to Pension Fund operations.
 - a. Reimbursement Claim Forms are used by Board of Trustees or Pension Fund staff who have traveled on Fund business.
 - i. Travel, mileage, and other pre-approved expense claims must be submitted via a Reimbursement Claim form (see attached).
 - ii. Full details of expenses along with original documents and receipts of expenses are required.
 - b. The Reimbursement Claim Form may be used to request reimbursement of mileage to Board meetings and direct expenses such as tolls and meals, if eligible.
 - i. The number of miles is reasonable for the trip traveled according to mapquest.com. Only the directions with the from (home or business) and

to (site of meeting) location, stating the distance in between, is needed from mapquest.com. Actual copies of maps are not needed.

ii. Mileage shall be paid at the Internal Revenue Service (IRS) mileage rate in effect for the date of travel.

iii. Other reimbursement will be made consistent Board Policy.

c. Expense and mileage claim reimbursement will be paid on the first business day of the month.

15. Municipalities may be reimbursed for the reasonable costs incurred that are due to the police officer's absence while serving as a member of the Board of Trustees (40 ILCS 5/22b-115(d)).

a. The FUND shall notify the municipality in advance of the dates, times, and locations of this official business.

b. The municipality shall claim reimbursement using a FUND approved form and shall include appropriate documentation to support the expense claim.

H. APPROVAL OF EXPENSE REIMBURSEMENT CLAIMS:

16. Expense and mileage claim forms will be reviewed and approved (or disapproved) in accordance with the provisions of this policy.

17. Expense reimbursement claims must be approved prior to payment.

18. Allowable expenses are those allowed by Board Policy or specifically approved by the Board of Trustees.

19. Approval of expense reimbursement claims will be made as follows:

a. The Board Chair shall approve expense claims for Board members, the Executive Director, and the Chief Investment Officer.

b. The Vice Chair shall approve expense claims for the Board Chair.

c. The Executive Director will approve all expense claims for other Fund staff.

I. EMPLOYEE PAYROLL:

20. Employees will be paid for their services according to the employment agreement with the Pension Fund. Employees will provide the standard documents required by the Pension Fund or authorized payroll service provider, the IRS, State of Illinois, and other benefit

providers in a timely manner. Paychecks will not be issued until such documentation is completed.

21. Pension Fund employees will be paid on a semi-monthly pay cycle basis. A semi-monthly pay cycle consists of 24 paychecks per year, 2 per month.
22. Paychecks will be issued on the 15th and the last business day of the month
 - a. Should a holiday fall on the 15th or the last business day of the month, the paycheck will be issued on the business day before the holiday.
 - b. Paychecks will be issued on the business day prior to a Saturday or Sunday if either is the 15th of the month.
 - c. The pay schedules for employees would be paid in *arrears*, meaning that the pay period of the 1st to the 15th of the month would be paid on the last business day of the same month. The pay period of the 16th through the last day of the month would be paid on the 15th of the following month.

J. POLICY REVIEW

23. The Policy is subject to change in the exercise of the Board's judgement.
24. The Board of Trustees will review this policy at least every two (2) years to ensure that it remains relevant and appropriate and consistent with state and federal laws and regulations.
25. In the event of legislative changes to the pertinent sections addressed in this policy the Board will review the policy as appropriate.
26. This policy was adopted by the Board on July 10, 2020.
27. This policy was amended by the Board on February 26, 2021.
 - a. Section G-12: Recurring payments

Attachments:

- a. Reimbursement Claim Form
- b. Municipality Reimbursement Form

ILLINOIS POLICE OFFICERS' PENSION INVESTMENT FUND
REIMBURSEMENT CLAIM FORM

Name:

Mailing Address

City: State: Zip:

Please give full details of expenses along with attached documents and receipts.

Date	Event Description/Service Provider	Category: Lodging/Mileage/Registration/Other	Rate (if applicable)	Quantity (if applicable)	Total

Total Amount Requested: \$

Please return this form and supporting documents to Allie Rysell (Allie.Rysell@foster-foster.com) for approval of reimbursement.

Requestor Signature: _____ Date: _____

APPROVAL:

Approval Signature: _____ Date: _____

Refer to the
II POPIF Accounts Payable Policy and Procedures
for approved expenses, necessary documentation and required signatures.

ILLINOIS POLICE OFFICERS' PENSION INVESTMENT FUND MUNICIPALITY REIMBURSEMENT FORM

Participant Trustee Name: _____

Municipality Name: _____

Municipality Contact Name/Title: _____

Mailing Address: _____

City: _____ State: ILLINOIS Zip: _____

Municipality Contact Email: _____ Telephone: _____

Section 22B-115 (d) of the Pension Code states that the "Fund shall timely reimburse the municipality for the reasonable costs incurred that are due to the police officer's absence" in order to conduct official business for the IPOPIF.

Please complete the following information about the Municipality incurred costs:

Date of IPOPIF Meeting	Purpose of IPOPIF Meeting (For example: Regular Board of Trustee Meeting; Committee Meeting; Official IPOPIF Business)	Total Relief Hours needed to replace the Participant Trustee	Hourly Rate	Total Cost of Relief Hours

Total Amount Requested to be Reimbursed to the Municipality: \$ _____

Please return this form and supporting documents to billing@foster-foster.com for required approvals and for reimbursement.

Participant Trustee Signature: _____

Municipality Contact Signature: _____

IPOPIF Executive Director Approval: _____

Please direct any questions to Richard White, IPOPIF Executive Director at (331) 472-1080 or email: rwhite@ipopif.org