

Phil Suess
ChairpersonPaul Swanlund
Vice-ChairpersonLee Catavu
SecretaryMark Poulos
TreasurerBrad Cole
TrusteeShawn Curry
TrusteeElizabeth Holleb
TrusteeDaniel Hopkins
TrusteeMichael Inman
Trustee

**ILLINOIS POLICE OFFICERS' PENSION INVESTMENT FUND
BOARD OF TRUSTEES SPECIAL MEETING MINUTES**

FRIDAY, FEBRUARY 10, 2023 AT 9:00 A.M.

A special meeting of the Board of Trustees of the Illinois Police Officers' Pension Investment Fund was held solely on the Zoom video-conferencing platform in accordance with the Gubernatorial Disaster Proclamation issued on 02-03-23 and Public Act 101-0640. Members of the public were invited to participate remotely or in person pursuant to the meeting notice and agenda.

TRUSTEES PRESENT: Shawn Curry
Lee Catavu
Phil Suess
Brad Cole
Paul Swanlund
Mark Poulos
Elizabeth Holleb
Daniel Hopkins
Michael Inman (10:00 a.m.)

TRUSTEES ABSENT: None

STAFF PRESENT: Richard White, Executive Director
Kent Custer, Chief Investment Officer
Gina Tuczak, Finance Director/Assistant Executive Director
Steve Yoon, Investment Officer
Barb Meyer, Investment Officer
Shaun Ivey, Administrative Analyst
Kate Cobb, Administrative Analyst

OTHERS PRESENT: Vince Mancini, General Counsel, Reimer Dobrovolny & LaBardi PC
Taylor Muzzy, Fiduciary Counsel, Jacobs Burns Orlove & Hernandez, LLP
Bukola Bello, Governmental Liaison, Vision M.A.I. Consulting
Scott Whalen, General Investment Consultant, Verus Advisory, Inc.
Brian LeFevre, Auditor, Sikich LLP
Jason Franken, Actuary, Foster & Foster, Inc.
Allie Rysell, Plan Administrator, Foster & Foster, Inc.
Stephanie Masson, Chief Financial Officer, Lauterbach & Amen, LLP
AJ Weber, Chief Financial Officer, Lauterbach & Amen, LLP (9:23 a.m.)
Megan Holford, Human Resources, Lauterbach & Amen, LLP (10:15 a.m.)
Courtney Murray, Project Manager, Ernst & Young, LLP (10:00 a.m.)
Joe Baptise, Technology Consultant, Ernst & Young, LLP (10:00 a.m.)
Members of the Public

CALL TO ORDER: Trustee Curry called the meeting to order at 9:04 a.m. He stated that a special meeting was called by three members of the Board of Trustees in accordance with Section 5/22B-117 of the Illinois

Pension Code. He requested that the Board appoint an ad hoc chairperson to preside over the meeting. A motion was made by Trustee Poulos and seconded by Trustee Catavu to select Trustee Curry as the ad hoc chairperson until a chairperson is selected. Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

ROLL CALL: Executive Director White administered the roll call. All Trustees were present except for Trustee Inman.

BOARD OF TRUSTEES: Attorney Mancini administered the Oath of Office to Trustee Hopkins.

Nomination and Election of Board Officers: Chair Curry provided introductory remarks regarding the nomination and election of officers.

Chairperson: A motion was made by Trustee Curry and seconded by Trustee Poulos to designate Trustee Suess as Chairperson for a two-year term of office. Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Vice-Chairperson: A motion was made by Trustee Holleb and seconded by Trustee Cole to designate Trustee Brad Cole as Vice-Chairperson for a two-year term of office. The motion failed.

AYES: Trustees Suess, Holleb, and Cole
NAYS: Trustees Curry, Catavu, Hopkins, Poulos, and Swanlund
ABSENT: Trustee Inman

Chair Suess called for additional nominations. A motion was made by Trustee Curry and seconded by Trustee Catavu to nominate Paul Swanlund as Vice-Chairperson for a two-year term of office. Motion carried by roll call vote.

AYES: Trustees Curry, Catavu, Hopkins, Poulos, and Swanlund
NAYS: Trustees Suess, Holleb, and Cole
ABSENT: Trustee Inman

Secretary: A motion was made by Trustee Swanlund and seconded by Trustee Curry to nominate Lee Catavu as Secretary for a two-year term of office. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Treasurer: A motion was made by Trustee Cole and seconded by Trustee Suess to nominate Elizabeth Holleb as Treasurer for a two-year term of office. The motion failed.

AYES: Trustees Suess, Holleb, and Cole
NAYS: Trustees Curry, Catavu, Hopkins, Poulos, and Swanlund
ABSENT: Trustee Inman

Chair Suess called for additional nominations. A motion was made by Trustee Catavu and seconded by Trustee Swanlund to nominate Mark Poulos as Treasurer for a two-year term of office. Motion carried by roll call vote.

AYES: Trustees Curry, Catavu, Hopkins, Poulos, and Swanlund
 NAYS: Trustees Suess, Holleb, and Cole
 ABSENT: Trustee Inman

Designation of FOIA Officer and OMA Designee: A motion was made by Trustee Suess and seconded by Trustee Poulos to designate Executive Director White as the FOIA Officer and OMA Designee. Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Holleb, and Hopkins
 NAYS: None
 ABSENT: Trustee Inman

Appointment of Committee Members and Chairpersons – Audit & Budget, Contract, Election, Governance, Legislative, and Litigation Committee: Chair Suess proposed the following appointments to the Committees for the calendar year 2023:

Committee	Committee Members	Committee Chairperson
Audit and Budget Committee	Trustees Swanlund, Hopkins, Suess, and Holleb	Paul Swanlund
Contract Committee	Trustees Hopkins, Poulos, Holleb, and Suess	Elizabeth Holleb
Election Committee	Trustees Curry, Poulos, Inman, and Cole	Mark Poulos
Governance Committee	Trustees Catavu, Curry, Suess, and Inman	Phil Suess
Legislative Committee	Trustees Catavu, Swanlund, Cole, and Holleb	Lee Catavu
Litigation Committee	Trustees Cole, Curry, Holleb, Hopkins, Inman, Poulos, Suess, and Swanlund	Phil Suess

A motion was made by Trustee Suess and seconded by Trustee Curry to approve the appointment of committees and committee chairpersons as proposed. Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Holleb, and Hopkins
 NAYS: None
 ABSENT: Trustee Inman

Executive Director White presented Certificates of Appreciation for the preceding Board Officers of the IPOPIF. He thanked the following Trustees for their dedication and service to the IPOPIF:

- Trustee Hopkins, Vice-Chairperson of the Fund since 2020
- Trustee Swanlund, Secretary of the Fund since 2021
- Trustee Holleb, Treasurer of the Fund since 2020
- Trustee Curry, Chairperson of the Fund since 2020

Review Next Board Meeting: Executive Director White stated that the next meeting of the Board of Trustees will be held on March 10, 2023 in Peoria, and will be an investment-centric meeting.

GOVERNMENTAL LIAISON'S REPORT: Governmental Liaison Bello presented two congratulatory resolutions that were filed in the House and Senate. Ms. Bello reviewed HR0053, congratulating Trustee Curry for completing his term as Chairperson and his continued dedication and service to the IPOPIF. She

reviewed SR0067, congratulating Executive Director White on the occasion of successfully overseeing the transition of the IPOPIF and for his continued hard work and dedication.

Monthly Report – January 2023: Governmental Liaison Bello reviewed the Monthly Lobbyist Report dated January 27, 2023. She reviewed Governor Pritzker's COVID-19 Executive Order 2023-01 with the Board. The General Assembly convened on January 8th and 9th, and new and returning members of the 103rd General Assembly were sworn in on January 11th. Ms. Bello reviewed bills that were enacted under the 102nd General Assembly and discussed new bills of interest under the 103rd General Assembly. She reviewed pension committee changes and previous IPOPIF positions and recommendations with the Board. All questions were answered by Ms. Bello.

Legislative Committee Recommendations – Approve Technical Improvements to 40 ILCS 5/22B-115 and 22B-120: Executive Director White summarized a memorandum dated January 27, 2023 regarding the "Technical Cleanup to Pension Code Sections" with the Board. He reviewed the proposed language to Section 22B-115(c) that would enhance the ability of the Fund to efficiently administer the Oath of Office to the Board of Trustees. All questions were answered by Executive Director White. A motion was made by Trustee Cole and seconded by Trustee Poulos to approve the legislative technical language change to Section 22B-115(c). Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Executive Director White requested Board approval of the proposed language amendment to Section 22B-115(d) to remove the Legislative Travel Control Board as the travel reimbursement guide for the Trustees. He recommended that the Board pass a policy with travel reimbursement guidelines using the prudent person standard of care. The Legislative Committee voted unanimously to recommend Board approval of the proposed amendment at their January 19, 2023 meeting. All questions were answered by Executive Director White and Attorney Muzzy. A motion was made by Trustee Holleb and seconded by Trustee Curry to approve the proposed legislative technical change to Section 22B-115(d). Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Trustee Inman joined at 10:00 a.m.

Executive Director White requested Board approval of the proposed language amendment to Section 22B-120(a) to change the transition period from 30 days to 36 months to align with the transition process. He noted that the Legislative Committee recommended Board approval of the proposed language amendment by a 2-1 vote. All questions were answered by Executive Director White and Attorney Muzzy. A motion was made by Trustee Curry and seconded by Trustee Hopkins to approve the legislative technical change to Section 22B-120(a). Motion carried by roll call vote.

AYES: Trustees Curry, Swanlund, Catavu, Poulos, and Hopkins
NAYS: Trustees Suess, Holleb, Cole, and Inman
ABSENT: None

Review Previous IPOPIF Positions and Recommendations: At the January 19, 2023 Legislative Committee meeting, Chair Catavu requested that staff reviews IPOPIF positions on legislation from the previous

General Assembly to review with the Board for consideration. Two bills were presented to the Board for consideration.

Oppose House Bill 1185: Ms. Bello reviewed HB1185, previously HB0308, and noted that the Board previously opposed this bill. She noted that the proposed bill would amend the Illinois Pension Code for Article 3 and 4 pension funds to provide that the annual employer contribution shall include an amount specific to bring the total assets of the pension fund up to 90% of the total actuarial liabilities of the pension fund by the end of the municipal fiscal year 2050, instead of 2040. The Trustees discussed their positions on HB1185. All questions were answered by Ms. Bello and Executive Director White. A motion was made by Trustee Curry and seconded by Trustee Swanlund to oppose House Bill 1185. Motion carried by roll call vote. Executive Director White advised the Trustees that the bill would return for Board discussion if any language amendments are prepared or introduced for consideration.

AYES: Trustees Curry, Swanlund, Catavu, Poulos, Hopkins, and Holleb
NAYS: Trustees Suess, Cole, and Inman
ABSENT: None

Support Language Amendments to the Composition of the Board (previously HB2523): Ms. Bello reviewed HB2523 and noted that the Board previously supported this bill. The language amendments that were proposed in HB2523 would amend the IPOPIF Article in the Pension Code to remove language specifying that provisions of the Lobbyist Registration Act that prohibit persons required to register under the Act from serving on boards or commissions do not apply to members who are representatives of the Illinois Municipal League. Ms. Bello stated that HB2523 died, and nothing new has been introduced on the matter. The Trustees discussed their positions on previous HB2523. Chair Suess requested that Board action is deferred since new legislation on the matter has yet to be introduced. All questions were answered by Ms. Bello. A motion was made by Trustee Curry to support HB2523. Trustee Curry withdrew his motion following Board discussion. A motion was made by Trustee Curry and seconded by Trustee Catavu that the Board supports amendments to the composition of the Board if this language is reintroduced in another bill in 2023. Motion carried by roll call vote.

AYES: Trustees Curry, Swanlund, Catavu, Poulos, and Hopkins
NAYS: Trustees Suess, Holleb, Cole, and Inman
ABSENT: None

Approve Legislative Proposal – Trustee Vacancies: Executive Director White reviewed a memorandum dated January 19, 2023 regarding the “Legislative Proposal” with the Committee. Executive Director White requested Board approval to draft a legislative proposal that would allow the Board to appoint a new trustee to fill the remaining unexpired term of a vacant position without the need to conduct a special election. Executive Director White noted that the Legislative Committee unanimously recommended that the Board of Trustees approve the drafting of the legislation. The Board discussed the recommended approach and procedures to appoint a new member to fill a vacant trustee position. Trustee Cole informed the Board that FPIF is also seeking the same change and requested that staff communicates with FPIF to collaborate on the matter. Executive Director White informed the Board that a meeting has been scheduled with FPIF. A legislative proposal would be prepared and provided to the Board as an informational item only, and no action will be requested of the Board. Trustee Holleb indicated that she would prefer that the item is listed on a future agenda once the draft language has been finalized for Board action prior to filing. All questions were answered by Executive Director White. A motion was made by Trustee Hopkins and seconded by Trustee Poulos to permit the Board of Trustees to appoint a new trustee to fill a vacancy on the Board until the next election cycle, not for the remainder of the term. Motion carried by roll call vote. Executive Director White informed the Board that an update would be provided once the legislation is filed.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Cole, Inman, and Hopkins
NAYS: Trustee Holleb
ABSENT: None

Governmental Liaison's Report (continued): Legislative Committee Chair Catavu recommended that the Board take a position on any potential legislative items that could be filed that would require the IPOPIF to perform the compliance audit functions for the local pension funds. He requested that the Board permits Governmental Liaison Bello to advocate against that legislative item on behalf of the Board. Trustee Curry agreed with Trustee Catavu and noted that the IPOPIF is not the regulatory body to perform the compliance audit function. A motion was made by Trustee Catavu and seconded by Trustee Curry to give the Governmental Liaison direction to advocate against any bill proposed by the IDOI or any other entity that would require this Fund to be responsible for the compliance audit function. The Board discussed the proposed motion. Trustee Suess agreed with Trustees Curry and Catavu and noted that the IPOPIF is an investment board, not a regulatory board, and he favors Committee Chair Catavu's recommendation. Motion carried by roll call vote.

AYES: Trustees Curry, Suess, Swanlund, Catavu, Poulos, Holleb, Inman, and Hopkins
NAYS: Trustee Cole
ABSENT: None

ADMINISTRATION AND OPERATIONS: *Approve Annual Comprehensive Financial Report:* Executive Director White reviewed a memorandum dated January 27, 2023 regarding the "Annual Comprehensive Financial Report" with the Board. Finance Director Tuczak provided opening remarks and background information on the preparation of the ACFR for the June 30, 2022 fiscal year-end. Mr. LeFevre presented the draft ACFR to the Board. He reviewed the statement of changes in fiduciary net position, notes to the financial statements, budgeted to actual expenses, investment letters, changes in the fiduciary net position for each year since inception, and the list of the participant funds. The adjustments that were made following the January 19th Audit and Budget Committee meeting were briefly discussed with the Board. A motion was made by Trustee Swanlund and seconded by Trustee Curry to approve the Annual Comprehensive Financial Report for the year ending June 30, 2022. Motion carried by roll call vote. Chair Suess thanked the staff and the team responsible for preparing the ACFR on behalf of the Board. He acknowledged their hard work in finalizing the report.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Technology & Operations – Provide Direction to Staff: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the "Technology and Operating Model Study" with the Board. Ernst & Young presented an analysis of future staffing and technology requirements for the IPOPIF. All questions were answered by Ms. Murray, Mr. Baptise, and Executive Director White. A motion was made by Trustee Cole and seconded by Trustee Hopkins to provide direction to staff to evaluate technology and operations recommendations and provide comprehensive information to the Board of Trustees at a future time. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Ms. Murray and Mr. Baptise left at 11:05 a.m.

Human Resources – Approve Senior Accountant Job Description and Salary Range: Executive Director White reviewed a memorandum dated January 27th regarding the “Senior Accountant Job Description and Salary Range” with the Board. Staff recommended the hiring of a Senior Accountant position to conduct the day-to-day accounting activities, review financial and statistical records, and other work required as detailed in the proposed job description. The Senior Accountant would report directly to the Finance Director/Assistant Executive Director of the Fund. Finance Director Tuczak provided background information on the position and the budgeted expense. Ms. Holford reviewed the New Role Compensation Analysis, as prepared by Lauterbach & Amen. All questions were answered by Executive Director White. A motion was made by Trustee Hopkins and seconded by Trustee Curry to approve the Senior Accountant Job Description and Salary Range. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Finance – Approve Monthly Financial Reports: September, October, and November 2022: Ms. Tuczak reviewed the Financial Reports for the months of September, October, and November 2022 with the Board. She discussed various modifications made to the reports, along with the changes to the reporting on the accrued expenses. As of November 30, 2022, the net position restricted was \$7.7 billion. A motion was made by Trustee Curry and seconded by Trustee Inman to approve the Monthly Financial Reports for the months of September, October, and November 2022. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Ratify Warrants #55-59: The following warrants were presented to the Board for review:

- Warrant #55, with payments totaling \$291,563.91
- Warrant #56, with payments totaling \$1,060,435.83
- Warrant #57, with payments totaling \$424,379.89
- Warrant #58, with payments totaling \$28,262.16
- Warrant #59, with payments totaling \$930,633.21

A motion was made by Trustee Hopkins seconded by Trustee Poulos to ratify Warrants # 55-59. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Review Illinois Finance Authority Loan Payment: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the “IFA Loan Payment” with the Board. A second loan payment was issued on January 3, 2023 in the amount of \$1,024,385.83, which represented interest of (\$86,431.35) and a principal of (\$937,954.48). All questions were answered by Executive Director White.

Governance – Repeal Administrative Rule 2021-01: Executive Director White summarized a memorandum dated January 27, 2023 regarding “Administrative Rule 2021-01” with the Board. He provided background information and recommended Board approval to repeal the rule now that the transition period has closed. The Board will consider a new rule to define Authorized Agents in the post-transition process following

action on this matter. A motion was made by Trustee Poulos and seconded by Trustee Swanlund to repeal Administrative Rule 2021-01. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Approve Administrative Rule 2023-01: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the "Authorized Agents: Administrative Rule 2023-01" with the Board. He stated that AR-2023-01 would enable the participating pension funds to appoint Authorized Agents for interactions with the IPOPIF post-transition. The draft language was reviewed with the Board. A motion was made by Trustee Hopkins and seconded by Trustee Poulos to adopt Administrative Rule 2023-01. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Approve Travel Policy: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the "Travel Policy" with the Board. The proposed policy provides guidance and oversight on travel procedures and the reimbursement of expenses for the Trustees and staff. Executive Director White noted that the Governance Committee recommended Board approval of the policy at their January 12, 2023 meeting by a 3-0 vote. Trustee Holleb reviewed Section C.1. and stated that the language appears to conflict with the Accounts Payable Policy 2020-04 and inquired if an amendment to that policy will be presented in the future so the language aligns with the Travel Policy. Executive Director White agreed with Trustee Holleb's comment and stated that staff would look into the matter to ensure the language is consistent. All questions were answered by Executive Director White and Attorney Muzzy. A motion was made by Trustee Poulos and seconded by Trustee Catavu to approve the Travel Policy. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, Hopkins, and Inman
NAYS: None
ABSENT: None

Trustee Inman left at 12:04 p.m.

Approve Education and Training Policy: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the "Education and Training Policy" with the Board. The policy was designed to assist the Trustees in meeting their fiduciary duties to govern, administer, and oversee the fund. Executive Director White stated that the policy was also prepared to encourage and facilitate the pursuit of relevant education and training by the Trustees and staff. A robust discussion was held regarding the draft policy language and the organization list for preapproved training opportunities. Trustees Cole, Holleb, Swanlund, and Suess gave staff and Fiduciary Counsel feedback on the proposed policy. Chair Suess thanked the Trustees for their review and feedback on the draft policy. He recommended that the Board table the matter to allow staff and Attorney Muzzy to further develop the policy for consideration at a future meeting. A motion was made by Trustee Cole and seconded by Trustee Poulos to table the approval of the Education and Training Policy. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Legal – Approve Jacobs, Burns, Orlove, & Hernandez LLP Retainer Agreement and Fee Schedule and Authorize Executive Director to Execute the Agreement: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the “Attorney Retainer Agreement” with the Board. He reviewed the cover letter and proposed retainer agreement provided by JBOH. He noted that there were no substantive changes to the agreement. JBOH proposed a modest increase in their hourly rate from \$285 to \$295, which is reflected in the proposed document. A motion was made by Trustee Poulos and seconded by Trustee Catavu to approve the retainer agreement with JBOH and to authorize the Executive Director to execute the agreement. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Actuarial – Status Update on the Actuarial Valuation Reports for DNT & LIT Funds: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the “Actuarial Valuation Reports Update” with the Board. He indicated that 15 non-compliant pension funds and 15 litigant pension funds have not transferred assets to IPOPIF. Executive Director White summarized discussions that were held between staff, legal counsel, and Foster & Foster regarding the compilation of the actuarial valuation reports for the 15 non-compliant local pension funds. Actuarial valuation reports will be prepared for the non-compliant pension funds by obtaining data from the Illinois Department of Insurance. He advised the Board that the statute requires the IPOPIF’s actuary to prepare the reports after the conclusion of the transition period using the IPOPIF’s actuarial assumptions. They will proceed as such to ensure that all of the local pension funds are treated equitably. The IPOPIF will not complete actuarial valuation reports for the plaintiff pension funds due to the current status of the litigation. All questions were answered by Executive Director White, Attorney Muzzy, and CFO Weber. No action was requested of the Board.

Office Lease – Approve Second Addendum to Lease Agreement with City of Peoria and Authorize Executive Director to Execute the Agreement: Executive Director White reviewed a memorandum dated January 27, 2023 regarding the “Addendum to Office Lease” with the Board. He stated that lease payments were deferred while the office was being built out and indicated that the City of Peoria would like to revise the start date and expiration date of the five-year lease agreement. Due to the time delay to complete construction, the City proposed a start date of October 1, 2022 through September 30, 2027. The draft addendum was reviewed with the Board. Trustee Cole advised the Board that he would be abstaining from discussion and a vote on the matter. The Board discussed the proposed addendum with Executive Director White and legal counsel. A motion was made by Trustee Poulos and seconded by Trustee Swanlund to approve the second addendum to the lease between the IPOPIF and the City of Peoria and to authorize the Executive Director to execute the agreement. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman
ABSTAIN: Trustee Cole

Administrative Status Update: Executive Director White reviewed various organizational development and communications updates with the Board. He informed the Board that the IPOPIF App is now live and can be downloaded in the App and Play Store. Executive Director White and Trustees Catavu and Cole attended the National Association of Police Organizations (NAPO) Conference in January. A copy of NAPO’s Conference flyer was included in his presentation for the Board to review. He reviewed a list of meetings that were conducted by Committees for the month of January. He noted that committee meetings are scheduled to be held on May 19th with the start time for each meeting to be determined at a later date.

Additional meetings for some of the committees will be scheduled prior to the May 19th meeting and will be coordinated offline by staff. All questions were answered by Executive Director White.

BOARD RECESS: The Board took a brief recess at 12:40 p.m. and resumed at 1:16 p.m. All Trustees were present except for Trustee Inman.

INVESTMENTS: *Investment/Transition Updates:* CIO Custer reviewed his Investment Update presentation with the Board. He reviewed the transfer schedule, the list of non-transferring pension funds, and a graph illustrating the status of open pension fund transfers. As of January 19th, 318 participating pension funds have fully completed asset transfers to IPOPIF. The aggregate contribution value of the transfers totaled \$8.5 billion. The IPOPIF is in the process of transferring assets from an additional eight participating pension funds with assets totaling approximately \$121 million. CIO Custer reviewed the asset allocation for the Fund. As of February 2, 2023, the allocation was 50.6% Growth, 15.8% Income, 8.8% Inflation Protection, and 24.8% Risk Mitigation. All questions were answered by CIO Custer.

Late Participating Police Pension Fund Transfers: CIO Custer reviewed a memorandum dated February 1, 2023 regarding the "Late-Transferring Participating Pension Funds" with the Board. He requested Board approval of the following recommendations:

1. Authorize the Chief Investment Officer to execute an amendment to extend the Transition Manager Agreement through 12/31/2023, subject to review by Fiduciary Counsel
2. Establish Transfer Schedule for Late-Transferring Pension Funds
3. Accept Cash Contributions from Late-Transferring Pension Funds

CIO Custer informed the Board that State Street has agreed to extend their Transition Manager Agreement on the same terms and with no additional fees through December 31, 2023. The proposed transfer schedule for late-transferring pension funds was discussed along with the option to accept cash contributions from late-transferring pension funds. All questions were answered by CIO Custer. A motion was made by Trustee Poulos and seconded by Trustee Swanlund to approve the recommendations presented and noted as items 1, 2, and 3 listed under 7(b) on the meeting agenda. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Review and Adopt Revised Investment Policy Statement: CIO Custer reviewed a memorandum dated January 31, 2023 regarding the "Investment Policy Statement Review and Recommendations" with the Board. He stated that the Board is required to review and adopt the IPS during the first calendar quarter of each year and as otherwise required. A redlined version of the IPS was reviewed with the Board, reflecting all of the recommended changes. CIO Custer and Attorney Muzzy reviewed the language removed from Section IV.A.2 and the addition of Appendix B6 pertaining to sustainable investing. Mr. Whalen reviewed the policy benchmark recommendation with the Board. All questions were answered by CIO Custer, Mr. Whalen, and Attorney Muzzy. A motion was made by Trustee Swanlund and seconded by Trustee Cole to adopt the revised Investment Policy Statement. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

BOARD MEETING MINUTES: *Approve October 14, November 10, December 9, 2022, and January 27, 2023 meeting minutes:* The Trustees reviewed the draft meeting minutes from the Board meetings held

on October 14, November 10, and December 9, 2022 and January 27, 2023. Executive Director White recommended an amendment to the adjournment time on the October 14th meeting minutes. A motion was made by Trustee Curry and seconded by Trustee Poulos to approve the October 14th meeting minutes as amended, and the November 10th, December 9th, and January 27th meeting minutes as presented. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Trustee Holleb inquired if the IPOPIF would receive a credit from the election services provider, Survey & Ballot Systems, for the pre-paid costs associated with conducting an election that was cancelled. Executive Director White informed the Board that this matter has been resolved. The materials are being prepared to review with the Election Committee at a future meeting.

LEGAL UPDATES: *General Counsel's Report:* Attorney Mancini stated that the Trustees have the authority to enter closed session to review the draft closed session minutes, to conduct a semi-annual review of closed session minutes, and to discuss the draft employment agreement for the Chief Investment Officer.

CLOSED SESSION #1: A motion was made by Trustee Cole and seconded by Trustee Poulos to enter closed session at 1:46 p.m. in accordance with the 5 ILCS 120/2(c)(1) and (21) exceptions. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

A motion was made by Trustee Catavu and seconded by Trustee Cole to return to open session at 2:05 p.m. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Attorney Mancini noted that the Board met in closed session to discuss the draft closed session minutes, to conduct a semi-annual review of the closed session minutes, and to discuss the draft employment agreement for the Chief Investment Officer. No final Board action was taken in closed session.

Approve July 8, November 10, and December 9, 2022 Closed Session Minutes: A motion was made by Trustee Poulos and seconded by Trustee Curry to approve the July 8, November 10, and December 9, 2022 closed session minutes. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Semi-Annual Review of Closed Session Minutes: A motion was made by Trustee Poulos and seconded by Trustee Swanlund to not release the closed session meeting minutes pending the next semi-annual review. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Review Draft Employment Agreement for Chief Investment Officer: No action was taken. Further discussion will be held at the next meeting.

LEGAL UPDATES (CONTINUED): *Fiduciary Counsel's Report – Litigation Committee:* Attorney Muzzy recommended that the Litigation Committee enters closed session pursuant to 5 ILCS 120/2(c)(11) pertaining to pending litigation.

CLOSED SESSION #2: A motion was made by Trustee Hopkins and seconded by Trustee Poulos to enter closed session at 2:09 p.m. in accordance with the 5 ILCS 120/2(c)(11) exception. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

A motion was made by Trustee Catavu and seconded by Trustee Cole to return to open session at 2:18 p.m. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

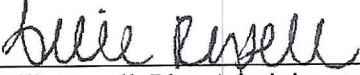
Attorney Muzzy noted that the Litigation Committee met in closed session, and no action was taken.

PUBLIC COMMENT: There were no comments from the public.

ADJOURNMENT: With no further business to discuss, a motion was made by Trustee Hopkins and seconded by Trustee Swanlund to adjourn the meeting at 2:20 p.m. Motion carried by roll call vote.

AYES: Trustees Suess, Swanlund, Catavu, Poulos, Cole, Curry, Holleb, and Hopkins
NAYS: None
ABSENT: Trustee Inman

Respectfully submitted by:



Allie Rysell, Plan Administrator
Foster & Foster, Inc.

Approved by:



Phil Suess, Board Chairperson



Lee Catavu, Board Secretary

4/14/23

Date Approved by Board of Trustees

The next Board meeting of the Illinois Police Officers' Pension Investment Fund will be held on March 17, 2023 in accordance with Governor Pritzker's Executive Order in effect on the date and time of the meeting and Public Act 101-0640.