CITY of SPRINGFIELD

POLICE AND FIRE RETIREMENT SYSTEM OF SPRINGFIELD, MO
840 Boonville
Springfield, Missouri 65801
Voice Mail (417) 831-8901
Box Number 44140

Minutes
March 12, 2015

1. Call to Order

Hartman called the meeting to order at 8:35 a.m. Minutes taken by White.

Attendance

Members	Representation	Present	Absent
Josh Hartman	President	X	
Charlie Cowherd	Citizen	X	
Paul Carroll	Citizen	X	
James Gillette	Citizen	X	
Marilyn Hill	Citizen	X	
Ron Hoffman	Retiree	X	
Tony Kelley	Fire		X
Gus Krafve	Citizen	X	
Chris McPhail	Police	X	
Ed Cantrell (NV)	Retiree	X	
Adam Carter (NV)	Fire	X	
Grant Dorrell (NV)	Police	X	
Mary Mannix-Decker (NV)	Finance	X	
Cindy Rushefsky (NV)	City Council Liaison	X	
Dan Wichmer (NV)	Law	X	
Janell Manley (NV)	Administrative Director	X	
Nikki White (NV)	Secretary	X	

NV = Non-voting

Carter was a voting member in Kelley's absence.

2. Approval Meeting Minutes – February 12, 2015 (open session)

Carroll made a motion to approve the February 12, 2015 minutes as presented; 2nd by Cowherd. Vote all: Yes.

3. Approval of Financial Statement Ending January 31, 2015

- The cash balance at the end of January was $8,933,266.

- The State Street S&P 500 Flagship NL Fund decreased by ($1,439,084). The return was -3.01% compared to the index return of -3.00.
- The State Street Russell 2000 NL Fund decreased by ($653,163). The return was -3.21% compared to the index return of -3.22.
- Pictet decreased by ($237,894). The return was -0.48% compared to the index return of 0.49%.
- Wells Fargo had an increase of $43,607. The return was 0.20% compared to the benchmark of 0.60%.
- Galliard increased $648,749. The return was 1.53% compared to the index return of 1.39.
- The US Tips NL Fund increased by $3,441,348. The return was even with the index at 3.15%.
- Brandywine had an increase of $150,780. The fund returned 0.50% compared to the index return of -1.56%.
- Pyramis had an increase of $2,903,752. The return was -0.93% compared to the index at 0.34%.
- The State Street Commodities NL Fund decreased by ($443,597). The return was even with the index at -3.34%.
- Blackstone had a decrease of ($19,790). The fund returned -0.14% compared to the index return of -0.08%.
- Entrust had a decrease of ($98,601). The return was -0.60% compared to the index return of -0.08%.
- Employee contributions for the month totaled $234,983 and employer contributions totaled $562,160. Sales tax contributions for the month totaled $2,718,214.
- Gain/Loss in market value, including managers' fees was ($1,721,066) for the month. Total additions were $1,849,123.
- Benefit payments totaled $1,724,934. Administrative expenses totaled $27,434. Net increase to the Plan was $96,754.
- Total Net Assets at the end of January were $302,050,057.

Carroll made a motion to approve the financial statement ending January 31, 2015; 2nd by Cowherd. Vote all: Yes.

4. Review of Retirement Applications

Retiree's Name	Application Type	Application Date	Retirement Date	Department
Kenneth Scott	Age & Service	03/03/2015	04/20/2015	Fire

Surviving Spouse Application

Retiree's Name	Application Type	Application Date	Spouse's Name	Department
Ronnie Flippin	Surviving Spouse	02/18/2015	Shirley Flippin	Fire

Carter made a motion to accept the applications presented above; 2nd by Gillette. Vote all: Yes.

5. Review of Calculations

Age & Service Calculations

Name	Type	Years of Service	Monthly Pension Amount	Partial Pension Amount
Thomas Luellen	Age & Service	20.37	$3,993.32	$2,281.89
Bruce Scheiderer	Age & Service	25.05	$4,848.34	$3,982.56

Surviving Spouse Calculation

Name	Type	Monthly Pension Amount	Survivor's Pension Amount	Partial Pension Amount
Ronnie Flippin	Surviving Spouse	$2,937.93	$1,017.87	$832.06

Carter made a motion to accept the calculations presented above; 2nd by Gillette. Vote all: Yes.

6. Approval of Return of Contributions

Name	Dept.	Type	Years of Service	ROC
Bruce Scheiderer	Fire	Age & Service	25.00	$137,835.15
Thomas Luellen	Police	Duty Disability	20.37	$122,770.00

Carter made a motion to approve the return of contributions as presented above; 2nd by Gillette. Vote all: Yes, with the exception of Cowherd who voted no.

7. Administrative Director's Report

Manley distributed MAPERS registration forms and reminded the members that they will need to make their own motel reservations.

An invoice for just over $20,000 has been submitted to the City for reimbursement for Sheppard's legal expenses. Manley reported that she and Sheppard have been working with Segal Rogerscasey on the IPS revisions. The revised document will be sent to the Board next week for review so that it can be voted upon at the April meeting. The actuarial RFP should be finalized in the next few weeks and should be distributed by the end of the month.

Hartman asked if there were any questions or suggestions on the AFC draft letter to Council that Manley distributed for Board review. Several agreed that the Board needs advice from counsel in closed session before any further discussions are held.

8. Legal Matters – Closed Session, pursuant to Section 610.021, RSMo.

Cowherd made a motion to move to closed session at 8:50 a.m. pursuant to Section 610.021(1, 3, 13, 14) RSMo.; 2nd by Carroll. Vote all: Yes. Open session resumed at 10:54 a.m.

9. Compensation Committee

Hartman said he would be reaching out to the committee soon to schedule a meeting to discuss Manley's contract renewal.

10. Pictet

Kravfe said that we do have a responsibility to keep track of performance, but he hates to pull the plug on Pictet too quick while they are underperforming. You don't want to performance chase. He would like to hear from Pictet. Carroll said that it all goes back to why the Board selected Pictet and is there any fundamental change to that? There are going to be times when their strategy is out of favor. It wouldn't surprise him if there was another year of underperformance. You need to look at the full cycle which is usually at least a seven-year period. Gillette reminded the Board that Pictet had a benchmark of EAFE +3 in the beginning. They were not actually underperforming to EAFE which is their current benchmark. So they have really only been underperforming the past two years. Hoffman added that Segal Rogerscasey has not changed their opinion on having Pictet in the portfolio. Several suggested having SRC provide a 10-year performance history on Pictet.

11. Adjournment

Hartman made a motion to adjourn the meeting; 2nd by Carroll. Vote all: Yes. The meeting adjourned at 11:04 a.m. on March 12, 2015.

 03/12/15 Secretary Signature: Nikki White