



POLICE AND FIRE RETIREMENT SYSTEM OF SPRINGFIELD, MO

830 Boonville
Springfield, Missouri 65802
Phone: (417) 839-8214

Minutes February 8, 2018

1. Call to Order

Carroll called the meeting to order at 8:30 a.m. Minutes taken by White.

Attendance

Members	Representation	Present	Absent
Mike Bridges	Citizen		X
Paul Carroll	President	X	
Adam Carter	Fire	X	
Derek Fraley	Citizen	X	
Ron Hoffman	Retiree	X	
Gus Krafve	Citizen	X	
Nancy Martin-Hinds	Citizen	X	
Justin Milam	Citizen	X	
Chris Welsh	Police	X	
Ed Cantrell (NV)	Retiree	X	
James Frieze (NV)	Fire		X
Marcus Walker (NV)	Police		X
David Holtmann (NV)	Finance	X	
Ken McClure (NV)	City Council Liaison	X	
Janell Manley (NV)	Administrative Director	X	
Nikki White (NV)	Secretary	X	

NV = Non-voting

Bill Bryan and Susan Partee were also present.

2. Approval Meeting Minutes – January 11, 2018 (open session)

Welsh made a motion to approve the January 11, 2018 minutes as presented; 2nd by Hoffman. Vote all: Yes.

3. Approval of Financial Statement Ending December 31, 2017

- The cash balance at the end of December was \$24,853,718.
- The State Street S&P 500 Flagship NL Fund increased by \$779,494. The return was even with the index of 1.11%.

Nikki White

- The State Street Russell 2000 NL Fund decreased by (\$78,705). The return was -0.42% compared to the index of -0.40%.
- Pictet increased by \$344,194. The return was 0.57% compared to the index return of 1.61%.
- Wells Fargo increased \$1,380,953. The return was 3.36% compared to the benchmark of 3.59%.
- Galliard decreased (\$237,742). The return was -0.58% compared to the index return of 0.19%.
- Income Research increased \$815,448. The return was 1.96% compared to the index return of 1.89%.
- Brandes increased \$395,013. The return was 2.25% compared to the index return of 2.67%.
- Brookfield increased \$223,511. The return was 2.08% compared to the index return of 1.29%.
- Brandywine had an increase of \$244,529. The fund returned 0.80% compared to the index return of 0.08%.
- Pyramis had an increase of \$114,555. The return was 0.56% compared to the index at 0.07%.
- The State Street Commodities NL Fund was liquidated.
- Blackstone had an increase of \$64,511. The fund returned 0.31% compared to the index return of 0.25%.
- Entrust had an increase of \$48,795. The return was 0.35% compared to the index return of 0.25%.
- Employee contributions for the month totaled \$226,389 and employer contributions totaled \$477,591. Sales tax contributions totaled \$3,937,851.
- Gain/Loss in market value, including managers' fees was \$4,099,802 for the month. Total additions were \$8,741,942.
- Benefit payments totaled \$2,084,346. Return of contributions totaled 386,155. Administrative expenses totaled \$51,239. Net increase to the Plan was \$6,220,202.
- Total Net Assets at the end of December were \$420,588,627.

Fraley made a motion to approve the financial statement ending December 31, 2017; 2nd by Carter. Vote all: Yes.

Nikki White

4. Review of Applications

Retiree's Name	Application Type	Application Date	Retirement Date	Department
Jay Huff	Surviving Spouse	01/16/2018	N/A	Police

Carter made a motion to accept the applications as presented above; 2nd by Martin-Hinds. Vote all: Yes.

5. Review of Calculations

Name	Type	Years of Service	Monthly Pension Amount	Partial Pension Amount
Kevin Clark	Age & Service	24.00	\$4,023.85	\$1,427.82
Jay Huff	Final Check	25.5	\$5,345.11	\$2,586.34
June Huff	Surviving Spouse	N/A	\$3,675.91	\$2,586.34

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

6. Approval of Return of Contributions

Name	Type	Years of Service	ROC
Kevin Clark	Age & Service	24.00	\$148,453.18

Carter made a motion to approve the return of contributions as presented above; 2nd by Fraley. Vote all: Yes.

7. Administrative Director's Report

Manley reported that she's still working with Council's Finance and Administration Committee to setup a meeting to discuss the income verification process.

The fiduciary insurance policy and income verification updates will be discussed in the closed session.

Bill Bryan and Susan Partee exited the meeting and didn't return.

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

Carter made a motion to move to closed session at 8:53 a.m. pursuant to Section 610.021(1) RSMo.; 2nd by Fraley. Vote Yes: Carroll, Carter, Fraley, Hoffman, Krafve, Milam, Martin-Hinds and Welsh. Vote no: none. Open session resumed at 9:40 a.m. McClure entered during the closed session.

9. Quarterly Investment Report – Segal Marco

Katarski reported that the beginning market value was \$383,194,000. The return on the investment was \$24,286,000 for an ending market value of \$406,819,000 for the year. The fiscal year-to-date investment performance is 6.4%.

The total plan was up 2.9% for the quarter. The S&P 500 returned 6.61% which was compared to the index of 6.64. The Russell 2000 Index Fund returned 3.29% compared to the index of 3.34%. Pictet returned 4.31 compared to the index of 4.23. Brandes returned 1.36% compared to the index of 6.05%. Wells Capital returned 4.24% compared to the index return of 7.44%. Galliard returned 0.11% compared to the index of -0.07%. IR&M returned 2.87% compared to the index of 2.84%. Brandywine decreased -0.26% compared to the index return of 1.57%. Pyramis' return was 0.69% and the benchmark was 1.16%. Prudential was up 1.90% compared to the index of 2.15%. Brookfield returned 3.81% compared to the index of 3.60%. EnTrust returned 0.19% compared to the benchmark of 0.93%. Blackstone was up 1.21% compared to the index of 0.93%.

10. Infrastructure Equity Manager Presentation

Rena Pulido of IFM Investors presented to the Board. IFM is established and owned by 27 pension funds. They have \$77 billion under management. IFM manages infrastructure investment for long term institutional investors globally. The presentation materials on are on permanent file.

Fraley exited the meeting and didn't return.

Krafve made a motion to accept IFM Investors as the Plan's infrastructure equity manager at 3.5% of the portfolio; 2nd by Carter. Vote all: Yes.

11. Quarterly Investment Report Approval

Carter made a motion to approve the quarterly investment report as presented by Segal Marco; 2nd by Krafve. Vote all: Yes.

12. Income Verification

Manley reported that the following monthly pensions amounts were approved in closed session:

Retiree	2018 Monthly Pension Amt
Ed Cantrell	\$3,524.23
Bryan Atkins	\$3,739.71
Paul McGuire	\$0.00

13. Adjournment

Carter made a motion to adjourn the meeting; 2nd by Martin-Hinds. Vote all: Yes. The meeting adjourned at 11:02 a.m. on February 8, 2018.