



POLICE AND FIRE RETIREMENT SYSTEM OF SPRINGFIELD, MO
840 Boonville
Springfield, Missouri 65801
(417) 839-7559

Minutes January 10, 2019

1. Call to Order

Carroll called the meeting to order at 8:32 a.m. The meeting was held at the Busch Municipal Building, 840 Boonville Avenue. 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

Don Willoh, Susan Partee and Anita Cotter were also present. Cantrell was the voting member in Hoffman's absence.

2. Approval Meeting Minutes – December 13, 2018 and December 19, 2018 (open sessions)

Welsh made a motion to approve the December 13, 2018 minutes as presented; 2nd by Carter. Vote all: Yes. Carter made a motion to approve the December 19, 2018 minutes as presented; 2nd by Bridges. Vote all: Yes.

3. Approval of Financial Statement Ending November 30, 2018

Jody Vernon presented the financial report in David Holtmann's absence.

- The cash balance at the end of November was \$12,265,915. \$10 million was invested in Invesco in December.
- The State Street S&P 500 Flagship NL Fund decreased by (\$8,695,416). The return was 2.05% compared to the index of 2.04%. Sold \$10 million and put it into to transfer to the new investment, Invesco.
- The State Street Russell 2000 NL Fund increased by \$327,470. The return was even 1.60% compared to the index of 1.59%.
- Pictet decreased by (\$1,036,269). The return was -2.08% compared to the index return of -0.13%.
- Wells Fargo increased \$1,569,587. The return was 3.76% compared to the benchmark of 4.12%.
- Galliard increased \$182,565. The return was 0.45% compared to the index of 0.61%.
- Income Research increased \$216,526. The return was 0.52% compared to the index return of 0.55%.
- Brandes increased \$14,883. The return was 0.31% compared to the index return of -0.70%.
- Brandywine had a decrease of (\$27,338). The fund returned 0.02% compared to the index return of 0.25%.
- Pyramis had a decrease of (\$208,649) The fund returned -0.88% compared to the index return of -0.39%.
- Blackstone had a decrease of (\$90,519). The fund returned -0.42% compared to the index return of -0.77%.
- Entrust had a decrease of (\$237,343). The return was -0.48% compared to the index return of -0.77%.
- Employee contributions for the month totaled \$324,345 and employer contributions totaled \$681,187. Sales tax contributions totaled \$2,352,061.
- Gain/Loss in market value, including managers' fees was \$2,387,745 for the month. Total additions were \$5,745,338.
- Benefit payments totaled \$2,190,874. Administrative expenses totaled \$18,294. The return of contributions totaled \$293,989. Net increase to the Plan was \$3,242,180.
- Total Net Assets at the end of November were \$413,987,872.

Krafve made a motion to approve the financial statement ending November 30, 2018; 2nd by Carter. Vote all: Yes.

4. Review of Applications

Retiree's Name	Application Type	Application Date	Retirement Date	Department
Timothy Gerkey	Age & Service	12/27/2018	02/28/2019	Fire

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

5. Administrative Director's Report

Manley reported that when Board members previously attended the Segal Marco seminar, all the Board paid for was the transportation. Segal Marco has changed their procedures and the Board will be responsible for all associated costs including the motel and registration fees. We already approved to send three people, but this change would be an additional \$3,500 per person. Welsh made a motion to not send any Board members to the 2019 Segal Marco seminar; 2nd by Carter. Vote all: Yes.

Manley informed the Board that she received a copy of the City's fiduciary insurance policy. Sheppard as well as our current agent are both reviewing the policy and comparing it to the Board's current policy. Manley will have the results at the next meeting.

A memo from Milliman regarding the police AFC rate was distributed. In the December 10, 2018 memo, it was noted that a level annual contribution of \$344,140 over 10 years would be necessary if the police AFC rate is not increased from the current 9.20% rate to the newly calculated rate of 13.21%. The question was posed as to what the additional dollar amount would be if an investment rate assumption of 6.5% was used instead of 7.0%. In that case, the level dollar amount over 10 years becomes \$481,422.

The MAPER's Conference will be held July 10-12, 2019. Carter made a motion to change the July Board meeting to July 18, 2019; 2nd by Cantrell. Vote all: Yes.

Manley reminded the Board that it will have to decide on the investment rate return within the next few months. She suggested making a decision by April.

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

Bridges made a motion to move to closed session at 8:53 a.m. pursuant to Section 610.021(1, 13) RSMo.; 2nd by Milam. Vote Yes: Bridges, Cantrell, Carroll, Carter, Krafve, Milam and Welsh. Vote no: none. Open session resumed at 9:05 a.m.

7. Income Verification

Name	2019 Adjusted Pension Amt
Christopher Deck	\$2,030.03
Valerie Hewett	\$1,379.11
Richard Chism	\$3,329.15
Rodney Fender	\$3,635.73

Nikki White

Ron Smith***	\$2,160.72***
Scott Bunn	\$3,716.28
Teresa Newton	\$0
Douglas Orr	\$3,312.31
Tammy-Jo Frazee	\$2,097.62

***January only. February – December will be \$4,424.81.

The following retirees needs to be reinstated to their full monthly pension amount effective January 1, 2019.

Name	Full Monthly Pension Amt
Kelly Roth	\$4,008.09
Paul Blackwell	\$4,672.76
Wyatt Sharp	\$3,666.41

Welsh made a motion to approve the 2019 pension amounts as presented above; 2nd by Milam. Vote all: Yes.

8. Adjournment

Carter made a motion to adjourn the meeting; 2nd by Krafve Vote all: Yes. The meeting adjourned at 9:07 a.m. on January 10, 2019.