



POLICE AND FIRE RETIREMENT SYSTEM OF SPRINGFIELD, MO

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

Minutes August 11, 2022

1. Call to Order

Stewart called the meeting to order at 8:30 a.m. The meeting was held at the Busch Municipal Building, 840 Boonville Avenue. Minutes taken by White.

Attendance

Members	Representation	Present	Absent
Andy Stewart	President	X	
Mike Bridges	Citizen		X
Jason Friend	Police	X	
Ron Hoffman	Retiree	X	
Nancy Martin-Hinds	Citizen		X
Justin Milam	Citizen		X
Chad Munsey	Citizen	X	
Justin Setser	Citizen	X	
Ed Cantrell (NV)	Retiree		X
Mark Phillips (NV)	Fire	X	
Bryan Welch (NV)	Police	X	
David Holtmann (NV)	Finance	X	
Andrew Lear (NV)	City Council Liaison		X
Janell Manley (NV)	Administrative Director	X	
Nikki White (NV)	Secretary	X	

NV = non-voting

Gail Church and Jamie Frieze were also present. Lance Roskens attended virtually.

2. Quarterly Investment Report – Segal Marco

Rob Hungerbuhler presented the quarter report as of June 30, 2022.

The beginning market value in July 2022 was \$598,887,000. The ending market value in June 2022 was \$543,775,000. The return on investment for the fiscal year is (\$68,321,000) which is -11.4%.

The Flagship Fund returned -16.10% which was even with the index. ArrowMark returned -20.27% compared to the index of -19.25%. Systematic returned -11.53% compared to the index of -15.28%. Pictet returned -14.73% compared to the benchmark of -14.51%. Brandes returned -12.76% compared to the index of -17.69%. Allspring returned -11.55% compared to the index of -11.45%. Galliard returned -3.11%

compared to the index of -2.93%. IR&M returned -12.08% compared to the index of -12.27%. Vanguard returned -1.78% compared to the index of -1.75%. FIAM returned -11.07% compared to the benchmark of -11.43%. Prudential returned 5.58% compared to the index of 4.55%. Brookfield returned -16.59% compared to the index of -17.45%. EnTrust Diversified Fund returned 5.28% compared to the benchmark of -1.53%. Blackstone returned 0.50% compared to the benchmark of -1.53%. IFM returned 2.54% compared to the index of -7.52%. Invesco returned -3.20% compared to the index of -12.65%. The total plan returned -8.46% for the quarter compared to the policy index of -10.29%.

Munsey approved the quarterly investment report as presented by Segal Marco; 2nd by Setser. Vote all: Yes.

3. Approval Meeting Minutes – July 21, 2022

Munsey made a motion to approve the July 21, 2022 minutes as presented; 2nd by Hoffman. Vote all: Yes.

4. Approval of Financial Statement Ending June 30, 2022

- The cash and short-term investments balance at the end of June was \$1,517,508. The cash – UMB investments balance was \$6,487,953.
- Galliard decreased (\$691,029). The return was -1.37% compared to the index of -1.27%.
- Income Research decreased (\$521,321). The return was -0.63% compared to the index of -0.31%.
- Blackstone had an increase of \$191,396. The fund returned 0.78% compared to the index return of -0.97%.
- Brookfield decreased (\$1,084,946). The return was -8.94% compared to the index return of -8.69%.
- Vanguard had an increase of \$4,496,730. The return was -1.18% compared to the index return of -1.22%. \$4,800,000 was transferred in from cash.
- Brandes decreased (\$1,328,894). The return was -7.54% compared to the index return of -11.54%.
- Entrust Capital increased \$583,035. The return was 0.85% compared to the index return of -0.97%.
- Entrust Global Recovery had a decrease of (\$1,208,000). The fund returned -7.39% compared to the index of return of -1.57%.
- Blue Ocean had an increase of \$82,119. The return was 0.25% compared to the index of -1.57%.
- Invesco decreased (\$487,704). The return was -2.25% compared to the index return of -6.32%.
- Meridian had a decrease of (\$655,674). The fund returned -7.95% compared to the index return of -6.19%.
- Pictet decreased by (\$4,560,306). The return was -8.49% compared to the index return of -9.28%.
- Prudential had an increase of \$977,124. The return was 5.68% compared to the index at 3.23%.

- Fidelity had a decrease of (\$1,597,115). The return was -6.76% compared to the index at -5.54%.
- IFM had an increase of \$475,685. The fund returned 2.45% compared to the index of -6.08%.
- Systematic had a decrease of (\$1,164,027). The fund returned -11.53% compared to the index return of -15.48%.
- Allspring decreased (\$3,435,179). The return was -6.61% compared to the benchmark of -6.64%.
- LGT increased \$951,318. The return was 7.05% compared to the benchmark of -8.37%.
- The State Street S&P 500 Flagship NL Fund decreased by (\$9,965,472). The return was -8.26% compared to the index of -8.25%.
- Employee contributions for the month totaled \$259,185 and employer contributions totaled \$507,413. The public safety sales tax contributions were \$11,967,966.
- Gain/Loss in market value, including managers' fees was (\$23,323,594) for the month. Total additions were (\$10,763,207).
- Benefit payments totaled \$2,674,580. Administrative expenses totaled \$10,004. Net increase to the Plan was (\$13,447,791).
- Total Net Assets at the end of June were \$551,793,315.

Friend made a motion to approve the financials ending June 30, 2022; 2nd by Munsey. Vote all: Yes.

5. Review of Applications

Retiree's Name	Application Type	Application Date	Retirement Date	Department
James Andela	Age & Service	07/25/2022	08/12/2022	Police
Adam Carter	Relinquishment	07/11/2022	N/A	Fire
Kurt Priebe	Age & Service	08/04/2022	09/23/2022	Fire
Steven Sweaney	Age & Service	08/04/2022	09/23/2022	Fire

Setser made a motion to accept the applications as presented above with the exception Andela's retirement date being changed to 30 days after application date; 2nd by Munsey. Vote all: Yes.

6. Review of Calculations

Name	Type	Years of Service	Monthly Pension Amount	Partial Pension Amount
Ben Basham	Age & Service	24.44	\$6,596.41	\$5,532.47
Culley Wilson	Age & Service	25.00	\$6,688.97	\$3,452.37
David Shanholtzer	Age & Service	25.00	\$6,386.84	\$4,532.60

Nikki White

Mark Epps	Age & Service	24.50	\$6,769.31	\$5,677.49
Tad Peters	Age & Service	25.00	\$7,217.71	\$5,355.08

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

7. Approval of Return of Contributions

Name	Type	Years of Service	ROC
Tad Peters	Age & Service	25.00	\$247,822.99
Ben Basham	Age & Service	24.44	\$217,361.34
Adam Carter	Relinquished	17.00	\$126,604.34
Culley Wilson	Age & Service	25.00	\$233,840.92
David Shanholtzer	Age & Service	25.00	\$222,606.06
Mark Epps	Age & Service	24.50	\$229,766.06

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

8. Administrative Director Report

Voting fire representative – James Frieze was nominated to fill the voting fire representative position. Munsey made a motion to accept Frieze as the nominee; 2nd by Friend. Vote all: Yes. The election will be held the last week in August via electronic vote.

Manley presented a Milliman invoice in the amount of \$1,140.00. This included the cost impact memo in the amount of \$880.00 and one buyback calculation in the amount of \$260.00. Setser made a motion to approve the invoice as presented; 2nd by Munsey. Vote all: Yes.

Manley reported that the investment subcommittee had the finalist interviews for the investment consultant. The results will be presented soon.

Council's finance committee has forwarded the proposal to eliminate the work comp offset to Council. Roskens will follow up with Jason Gage regarding expanding the boundaries in which board members must reside/work.

9. Legal Matters – Closed Session, pursuant to Section 610.021, RS MO.

Munsey made a motion to move to closed session at 9:28 a.m. pursuant to Section 610.021(1) RSMo.; 2nd by Friend. Vote Yes: Friend, Hoffman, Munsey, Phillips, Setser and Stewart. Vote no: none. Open session resumed at 9:36 a.m.

10. Hiring of Outside Counsel

Munsey made a motion to hire Spencer Fane to review inclusion of board members in meetings and their access to closed minutes; 2nd by Setser. Vote all: Yes.

Munsey made a motion that the Board is choosing to not waive the conflict of interest that Roskens opinion is in the City's interest and not the Board's; 2nd by Friend. Vote all: Yes.

11. Legal Matters – Closed Session, pursuant to Section 610.021, RS MO.

Phillips made a motion to move to closed session at 9:40 a.m. pursuant to Section 610.021(1) RSMo.; 2nd by Munsey. Vote Yes: Friend, Hoffman, Munsey, Phillips, Setser and Stewart. Vote no: none. Open session resumed at 10:31 a.m.

12. Adjournment

Friend made a motion to adjourn the meeting; 2nd by Setser. Vote all: Yes. The meeting adjourned at 10:32 a.m. on August 11, 2022.