



POLICE AND FIRE RETIREMENT SYSTEM OF SPRINGFIELD, MO

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

Minutes October 13, 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	
Jamie Frieze	Fire	X	
Ron Hoffman	Retiree	X	
Nancy Martin-Hinds	Citizen		X
Chad Munsey	Citizen	X	
Justin Setser	Citizen	X	
Jonathan Winn		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

Lance Roskens was also present.

2. Approval of Meeting Minutes – September 8, 2022

Friend made a motion to approve the September 8, 2022 minutes as presented; 2nd by Munsey. Vote all: Yes.

3. Approval of Financial Statement Ending August 31, 2022

- The cash and short-term investments balance at the end of August was \$3,001,110. The cash – UMB investments balance was \$6,565,217.

Nikki White

- Galliard decreased (\$1,054,602). The return was -2.37% compared to the index of -2.49%.
- Income Research decreased (\$824,642). The return was -4.32% compared to the index of -4.39%.
- Blackstone had an increase of \$169,620. The fund returned 1.80% compared to the index return of 0.37%.
- Brookfield decreased (\$898,900). The return was -8.19% compared to the index return of -7.57%.
- Vanguard had a decrease of (\$364,661). The return was -1.49% compared to the index return of -1.26%.
- Brandes decreased (\$357,128). The return was -2.11% compared to the index return of -3.78%.
- Entrust Capital decreased (\$8,381). The return was -0.45% compared to the index return of 0.37%.
- Entrust Global Recovery had a decrease of (\$802,800). The fund returned -5.08% compared to the index of return of -2.38%.
- Blue Ocean had an increase of \$162,872. The return was 0.46% compared to the index of -2.38%.
- Invesco decreased (\$287,758). The return was -1.38% compared to the index return of -3.76%.
- Meridian had a decrease of (\$210,080). The fund returned -2.58% compared to the index return of -0.94%.
- Pictet decreased by (\$3,228,652). The return was -6.18% compared to the index return of -4.75%.
- Fidelity had a decrease of (\$79,666). The return was -0.35% compared to the index at -1.17%.
- IFM had a decrease of (\$9,652). The fund returned -0.05% compared to the index of -1.46%.
- Systematic had a decrease of (\$639,495). The fund returned -4.27% compared to the index return of -3.16%.
- Allspring increased \$529,528. The return was 1.09% compared to the benchmark of 0.42%.
- LGT decreased (\$57,619). The return was -0.43% compared to the benchmark of -3.73%.
- The State Street S&P 500 Flagship NL Fund decreased by (\$4,945,214). The return was even the index of -4.08%.
- Employee contributions for the month totaled \$176,850 and employer contributions totaled \$344,376.
- Gain/Loss in market value, including managers' fees was (\$12,878,726) for the month. Total additions were (\$12,357,223).
- Benefit payments totaled \$2,806,726. Return of Contributions totaled \$1,278,002. Administrative expenses totaled \$30,288. Net increase to the Plan was (\$16,472,239).

Mikki White

- Total Net Assets at the end of August were \$555,676,202.

Bridges made a motion to approve the financials ending August 31, 2022; 2nd by Frieze. Vote all: Yes.

4. Review of Applications

Retiree's Name	Application Type	Application Date	Retirement Date	Department
David Applegate	Surviving Spouse	09/30/2022	N/A	Police
Ray Fite	Surviving Spouse	10/03/2022	N/A	Police
Peter Prewitt	Surviving Spouse	09/22/2022	N/A	Fire
Gregory Rhodes	Surviving Spouse	09/28/2022	N/A	Fire

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

5. Review of Calculations

Name	Type	Years of Service	Monthly Pension Amount	Partial Pension Amount
David Applegate	Final Check	22.18	\$3,489.28	\$1,860.95
James Chrisman	Widow Final Check	32.6	\$2,850.71	\$380.09
Ray Fite	Final Check	27.56	\$4,878.20	\$3,252.13
Kurt Priebe	Age & Service	21.05	\$3,171.19	\$739.94
Gregory Rhodes	Final Check	18.29	\$3,373.04	\$1,349.22
Steven Sweaney	Age & Service	21.66	\$4,714.46	\$1,100.04
Eddie Brown	Age & Service	12.19	\$3,487.49	\$691.74
Gregory Rhodes	Surviving Spouse	18.29	\$1,723.09	\$1,349.22
David Applegate	Surviving Spouse	22.18	\$2,789.22	\$1,860.95
Peter Prewitt	Surviving Spouse	24.24	\$2,618.33	\$2,703.59
Ray Fite	Surviving Spouse	27.56	\$3,540.61	\$3,252.13

McKenzie McMasters, minor dependent of Leslie McMasters (deceased) is not attending school in the Fall of 2022, so her dependent pension of \$844.09 per month will be stopped effective immediately. Bridges made a motion to accept the calculations as presented above; 2nd by Munsey. Vote all: Yes

6. Approval of Return of Contributions

Name	Type	Years of Service	ROC
Steve Sweaney	Age & Service	21.40	\$166,059.08
Kurt Priebe	Age & Service	21.04	\$141,006.87
Eddie Brown	Vested Retirement	12.03	\$31,259.43

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

7. Administrative Director Report

A bill in the amount of \$2,892.50 from Spencer Fane for outside legal counsel was presented. A bill from PBI for the continuous death audit services in the amount of \$1,400 per year was also presented. Bridges made a motion to pay the invoices as presented; 2nd by Setser. Vote all: Yes.

Manley has had a virtual meeting with the new investment consultant, Verus. Everything should be finalized at this point. She has requested that Segal Marco do the third quarter investment report.

Ordinance changes – Manley presented them to Council's Finance Committee last week. In regard to 2-444(d), we asked that the board member's requirement to reside and be employed within the Springfield city limits be expanded to outside of Greene County. Council prefers that it be Greene County. Councilman Lear said he recalled it being that we look to Greene County first, but Polk, Webster and Christian (Springfield MSA) were permissible if the Board couldn't find someone with the expertise within Greene County.

2-444(e) and 2-444(f) – If a voting member retires, the elected non-voting member will become the voting member and a special election will be held for the non-voting member.

Bridges made a motion to approve the proposed ordinance changes as discussed; 2nd by Frieze. Vote all: Yes.

8. Actuarial Valuation as of June 30, 2022

Mayor McClure, Jason Gage and Colin Quigley attended the presentation. Tim McEnery with Verus Investments also attended via Zoom. Michael Sudduth with Milliman presented the report.

The Fund experienced a net actuarial gain for the year. The unfunded accrued liability as of June 30, 2021 was \$65,237,910. The unfunded accrued liability as of June 30, 2022 was \$86,634,045. For the period ending June 30, 2022 the net market rate of return was -11.2%%. The net actuarial rate of return for the period was 4.5% versus the assumed rate of 6.5 %. The sales tax revenue was \$42,813,789. The funded ratio is 87.4% using actuarial value of assets. The funded ratio in 2019 was 80.3%. Sudduth said he feels we will be fully funded by the time the sales tax expires. He's still comfortable with the 6.0% rate of return.

Munsey made a motion to approve the Actuarial Valuation as of June 30, 2022 as presented; 2nd by Setser. Vote all: Yes.

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

Bridges made a motion to move to closed session at 9:44 a.m. pursuant to Section 610.021(1, 11) RSMo.; 2nd by Friend. Vote Yes: Bridges, Friend, Frieze, Hoffman, Munsey, Setser, Stewart and Winn. Vote no: none. Open session resumed at 10:51 a.m.

10. Scanning Documents

Munsey made a motion for Manley to explore options for scanning all past records in order to have electronic copies on file; 2nd by Frieze. Vote all: Yes.

Nikki White

11. Adjournment

Setser made a motion to adjourn the meeting; 2nd by Bridges. Vote all: Yes. The meeting adjourned at 10:52 a.m. on October 13, 2022.