CITY of SPRINGFIELD

POLICE AND FIRE RETIREMENT SYSTEM OF SPRINGFIELD, MO
830 Boonville
Springfield, Missouri 65802
Phone: (417) 839-8214

Minutes
May 11, 2023

1. Call to Order

Stewart 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
Andy Stewart	President	X	
Jason Friend	Police	X	
Jamie Frieze	Fire		X
Ron Hoffman	Retiree	X	
Chad Munsey	Citizen		X
Laura Robinson	Citizen	X	
Justin Setser	Citizen		X
Jonathan Winn	Citizen	X	
Ann Young	Citizen	X	
Andrew McPherson (NV)	Retiree	X	
Mark Phillips (NV)	Fire	X	
Bryan Welch (NV)	Police		X
David Holtmann (NV)	Finance	X	
Matt Simpson (NV)	City Council Liaison	X	
Tony Kelley (NV)	Administrative Director	X	
Nikki White (NV)	Secretary	X	

NV = non-voting

Lance Roskens was also present. Phillips was the voting member in Frieze's absence.

2. Approval of Meeting Minutes – April 14, 2023

Friend made a motion to approve the April 14, 2023 minutes as presented; 2nd by Phillips. Vote all: Yes.

3. Approval of Financial Statement Ending March 31, 2023

- The cash and short-term investments balance at the end of March was $5,269,881. The cash – UMB investments balance was $3,593,772.
- Galliard increased $922,126. The return was 2.07% compared to the index of 2.15%.

- Income Research increased $745,103. The return was 4.24% compared to the index of 4.40%.

- Blackstone decreased ($208,163). The fund returned -0.81% compared to the index return of - 0.50%.

- Brookfield decreased ($326,424). The return was -3.07% compared to the index return of -3.30%.

- Vanguard increased $130,341. The return was 1.31% compared to the index return of 4.40%. Transferred $350,000 to LGT for capital call.

- Brandes increased $368,816. The return was 1.84% compared to the index return of -0.21%.

- Invesco decreased ($107,481). The return was -0.54% compared to the index return of 3.20%.

- Meridian had a decrease of ($190,956). The fund returned -2.59% compared to the index return of -2.50%.

- Fidelity Intl Index increased by $1,721,386. The return was 0.62%. $1,373,682 was transferred out to reinvest.

- Prudential had a decrease of ($540,140). The return was -1.94%.

- Fidelity had an increase of $102,427. The fund returned 0.44% compared to the index of 1.00%.

- IFM had an increase of $418,219. The fund returned 2.01% compared to the index of 3.00%.

- Systematic had a decrease of ($666,032). The fund returned -4.22% compared to the index return of -7.20%.

- Allspring increased $1,573,401). The return was 3.15% compared to the benchmark of 3.03%.

- LGT increased $908,178. The return was 3.73% compared to the benchmark of 2.70%.

- The State Street S&P 500 Flagship NL Fund increased by $4,291,824. The return was 3.65% compared to the index of 3.67%.

- Employee contributions for the month totaled $327,129 and employer contributions totaled $631,693. Public Safety Sales Tax contributions totaled $3,324,312.

- Gain/Loss in market value, including managers' fees was $7,970,989 for the month. Total additions were $12,254,123.

- Benefit payments totaled $2,798,650. Return of contributions totaled $385,153. Administrative expenses totaled $37,829. Net increase to the Plan was $9,032,491.

- Total Net Assets at the end of March were $586,899,033.

Phillips made a motion to approve the financials ending March 31, 2023; 2nd by Friend. Vote all: Yes.

4. Review of Applications

Retiree's Name	Application Type	Application Date	Retirement Date	Department
Rodney Smith	Surviving Spouse	05/03/2023	N/A	Police

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

5. Review of Calculations

Name	Type	Years of Service	Monthly Pension Amount	Partial Pension Amount
David Hannaford	Final Pay	25.00	$4,458.26	$4,161.03
David Meyer	Age & Service	25.05	$6,549.09	$6,549.09
Jason Strong	Age & Service	25.28	$5,263.20	$1,578.96
Jeffrey Elliott	Age & Service	25.00	$4,507.18	$2,704.31
Gordon Loveland	Final Pay	31.22	$4,476.06	$2,387.23
Rodney Smith	Surviving Spouse	21.29	$3,455.44	$2,073.27
Ulrich Gulje	Duty Disability	22.84	$4,708.54	$2,668.17

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

6. Approval of Return of Contributions

Name	Type	Years of Service	ROC
David Meyer	Age & Service	25.00	$242,319.73
Jeff Elliott	Age & Service	24.9 (.1 buy back) = 25.00	$173,114.37
Jason Strong	Age & Service	25.00	$187,068.09
Ulrich Gulje	Duty Disability	22.5	$177,281.45

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

7. Administrative Director Report

Kelley reported that the City Clerk will be present information on the RMS system for record retention and board documents at the June meeting.

The following invoices were presented for review:
Spencer Fane - $1,830.50
Miller & Associates CPAs - $395.00
Friend made a motion to approve the invoices as presented; 2nd by Phillips. Vote all: Yes.

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

Phillips made a motion to move to closed session at 8:51 a.m. pursuant to Section 610.021(1, 14) RSMo.; 2nd by Friend. Vote Yes: Friend, Hoffman, Phillips, Robinson, Stewart, Winn and Young. Vote no: none. Open session resumed at 9:11 a.m.

9. Verus Quarterly Report & Asset Allocation Review

The beginning market value in July 2022 was \$545,318,692. The ending market value in March 2023 was \$580,582,770.

The Flagship Fund returned 7.5% which was even with the index. ArrowMark returned 6.9% compared to the index of 6.1%. Systematic returned 2.0% compared to the index of -0.7% Fidelity returned 8.6% compared to the benchmark of 8.5%. Brandes returned 13.2% compared to the index of 4.9%. Allspring returned 4.7% compared to the index of 4.0%. Galliard returned 2.7% compared to the index of 2.3%. IR&M returned 6.8% compared to the index of 5.8%. Vanguard returned 1.8% compared to the index of 1.7%. FIAM returned 1.4% compared to the benchmark of 1.9%. Prudential returned -1.9% compared to the index of -3.3%. Brookfield returned 1.3% compared to the index of 0.8%. Blackstone returned 0.6% compared to the benchmark of 0.8%. IFM returned 2.6% compared to the index of 0.7%. Invesco returned -0.8% compared to the index of 5.7%. The total plan returned 3.9% for the quarter compared to the policy index of 4.1%.

Phillips made a motion to approve the quarterly report as presented; 2nd by Friend. Vote all: Yes.

Verus also presented an overview of asset allocation and an introduction to the asset-liability study. The purpose of the presentation was to assist in the selection of the strategic asset allocation targets for the Plan. The asset-liability study will build off of this. Asset-liability studies are a means of revisiting and prioritizing goals and objectives. The enterprise risk tolerance study conducted earlier this year gauged the primary goals and risks as defined by the Board. The study will incorporate updated Plan liabilities and help determine whether the asset allocation should be revised based on asset-liability integration modeling. Asset-liability studies are a mechanism to evaluate the impact of changes to the asset allocation. Verus will present the findings of the study in August and incorporate a discussion on the Plan's asset allocation.

Phillips made a motion to authorize the Board president to sign the asset liability contract; 2nd by Friend. Vote all: Yes.

10. Adjournment

Friend made a motion to adjourn the meeting; 2nd by Phillips. Vote all: Yes. The meeting adjourned at 10:08 a.m. on May 11, 2023.