

MINUTES

POLICE RETIREMENT SYSTEM OF KANSAS CITY and CIVILIAN EMPLOYEES' RETIREMENT SYSTEM OF THE POLICE DEPARTMENT OF KANAS CITY BOARD MEETING

Thursday, October 13, 2022

Richard Smith called the meeting to order.

PRESENT:

Richard Smith, Member
Walter Bixby, Member
Chad Pickens, Member
Wayne Stewart, Member
Patrick Trysla, Member

Jonathon Dilly, Attorney
Jennifer Best, Staff
Lisa Colclasure, Staff
Jason Hoy, Staff
James Pyle, Staff

SECRETARY REPORT:

INVESTMENT COMMITTEE REPORT

Mr. Pyle said the Investment Committee (IC) met in October to review the following topics:

Private Credit Education

Mr. Sullivan and Ms. Beard, from RVK, provided the Investment Committee with a brief overview of the Private Credit asset class. The bulk of the discussion focused on why the IC should learn more about Private Credit, is the asset class usually funded from equities or fixed income, which Private Credit options are not good fits for our asset allocation, and what are the benefits and risks of investing in Private Credit.

The IC will likely revisit Private Credit education later in the year when more members can attend the IC meeting.

Investment Policy Statement Review

The IC reviewed sample statements from other plan's investment policy statements regarding prudent investor practices. Mr. Pyle will draft options for the IC to consider at the November 10 meeting.

August Investment Performance Analysis

Mr. Sullivan and Ms. Beard said the August capital markets flash report showed negative returns for equities, fixed income and absolute return. The Police plan lost 1.75% net of fees in August and had an ending market value of \$962 million. The Civilian Employees' plan lost 1.76% net of fees and had an ending market value of \$164 million. The target benchmark for both plans lost 2.16%. For the one year and fiscal year periods ending in August, the Police plan and Civilian Employees' plan lost 6.8 % net of fees. The target benchmark for the same time period lost 6%. The Police plan trailed the 7.25% fiscal year to date target by 3.9% while the Civilian Employees' plan trailed the 7.10% fiscal year target by 3.9%.

The next IC meeting will be November 10 following the Retirement Board meeting.

MEDICAL BOARD APPOINTMENT

Mr. Pyle reported on the process of finding a physician to serve on the Medical Board of the Retirement Board. Messrs. Pickens, Stewart and staff interviewed Dr. Daniel Reeves to serve on the Medical Board. Mr. Pickens said they all concurred that Dr. Reeves experience and background with public safety and private sector independent medical evaluations make him an excellent choice to serve on the Medical Board. Dr. Reeves is the Medical Director for Conservative Care Occupational Health in Kansas City and Lenexa.

Mr. Smith made the motion to appoint Dr. Reeves to the Medical Board of the Retirement System. Mr. Bixby seconded the motion which passed unanimously.

SECRETARYS UPDATE

Legal Update

Mr. Pyle said the Merrill trial is scheduled for October 17-19.

BOARD MEMBER COMMENTS

There were no additional board member comments.

PUBLIC COMMENTS

Time was made set aside for public comments.

OMNIBUS MOTION

Mr. Bixby made the following motion, seconded by Mr. Stewart. Motion passed unanimously.

RESOLVED, that the Retirement Board hereby unanimously approves:
The minutes of the previous meeting of September 8, 2022;
The monthly financial statements for August 2022;
The payment of bills as listed in the Secretary's Reports for this meeting;
The return of contributions to those persons, who have resigned or terminated service, as listed in the Secretary's Reports for this meeting;
The purchases and sales of assets as listed in the Secretary's Reports for this meeting;
The payment or commencement of pensions or other benefits as listed in the Secretary's Reports for this meeting; and
Any purchases of creditable service as listed in the Secretary's Reports for this meeting.

CLOSED SESSION

Mr. Stewart made the motion to close this part of the meeting pursuant to Sections 610.021(13) RSMo, for purposes of discussing a staff performance appraisal. The motion was seconded by Mr. Smith.

The following board members were present and voted to go into closed session as follows:

Mr. Bixby	Yes
Mr. Pickens	Yes
Mr. Smith	Yes
Mr. Stewart	Yes
Mr. Trysla	Yes

ADJOURNMENT

The next regularly scheduled board meeting will be November 10 at 9:00am at the Greater KC Public Safety Credit Union 2800 E. 14th Street.

BOARD SECRETARY

CHAIRMAN