

Police Retirement System of Kansas City, Missouri and Civilian Employees' Retirement System of the
Police Department of Kansas City, Missouri

Investment Committee Meeting

September 7, 2021

Mr. Pickens called the meeting to order.

Present:

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| Chad Pickens, Member | Marcia Beard, RVK |
| Bob Jones, Member | Ryan Sullivan, RVK |
| DeJ'on Slaughter, Member | Robert Woodard, Mariner |
| Wayne Stewart, Member | Jason Hoy, Staff |
| John Mueller, Member | Jim Pyle, Staff |
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FCI Advisors Fund Review

Peter Greig, Gary Cloud, and James Braunsdorf provided a portfolio review of the FCI Advisors Fixed Income accounts. Mr. Greig gave a brief firm update and reviewed FCI's investment process to add value through duration management, sector selection, and issue selection. Mr. Greig said the fixed income accounts were negative for the one year period, ending July 31st, but in line with the Bloomberg Government/Credit Index. The accounts have outperformed the index for the 3, 5, and 10 year periods. The current yield for the portfolios is 2.7% while the yield to worst is 1.38%.

Mr. Cloud and Mr. Greig provided a review of actions by the Federal Reserve, their thoughts on the economy and inflation, and their outlook for fixed income markets. FCI expects recent price increases to remain in place, but they not see inflation continuing to increase. FCI expects interest rates to remain low for the long term.

July 2021 Investment Portfolio Analysis

Mr. Sullivan from RVK, reviewed the July 2021 Investment Performance Analysis including the July capital markets flash report which showed positive returns for large equities, fixed income, and real estate. US small cap and emerging markets equities, and hedge fund indices had negative returns for the month. Mr. Sullivan said the Police plan gained 0.54% net of fees in July and had an ending market value of \$1.054 billion. The Civilian Employees' plan gained 0.56% net of fees and had an ending market value of \$177.9 million. The target benchmark for both plans gained 0.58%. For the one year period ending in July, both plans gained 16.8% net of fees. The target benchmark for the same time period gained 13.9%.

The next IC meeting, scheduled for October 5 at 9:00am via conference call.