

A meeting of the Berkley Public Safety Pension Board was called to order by Chairperson Herriman at 04:01 PM on Monday January 31, 2022.

Present: Chairperson Herriman
Treasurer Pollock
Secretary Smith
Member Boring
Member Maisonneuve

Absent: None

Others Present: Brett Reardon – CAPTRUST
Louise Gates - GRS

NEW MEMBER

Andrew Boring was introduced as the new board member representing the Patrol Officers Union, he replaces Member Robinson.

APPROVAL OF THE AGENDA

A motion was made by Smith, to approve the agenda. Motion was supported by Maisonneuve.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock
Nays: None
Abstain: None
Absent: None
Motion Carried

APPROVAL OF MINUTES

A motion was made by Maisonneuve, supported by Smith, to approve the November 22, 2021 minutes.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock
Nays: None
Abstain: None
Absent: None
Motion Carried

CITIZEN COMMENTS – None

OLD BUSINESS – None

NEW BUSINESS –

1. Approval of Invoices

Invoices were presented to the board from Boston Partners, Harding Loevner, Richmond Capital, Loomis Sayles, Captrust, Asher Kelly, GRS and PNC.

A motion was made by Maisonneuve to pay the invoices. The motion was supported by Smith.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock

Nays: None

Abstain: None

Absent: None

Motion Carried

2. Presentation from Louise Gates of GRS Annual Actuarial Valuation

Gates informed the board that the fund's fiscal 2021 performance was in line with other funds showing a market value rate of return of 25.1% and a recognized rate of return of 9.8%. A good investment performance saw the fund's funded ratio increase by 3.6%. Gates recommended that the board update the factors used in determining optional forms of pension payment so that updated mortality tables and other items would be used going forward.

A motion to approve the updates was made by Pollock and supported by Smith.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock

Nays: None

Abstain: None

Absent: None

Motion Carried

Gates also recommended a routine transfer of funds in the amount of \$64,065 from the Reserve for Undistributed Investment Income to the Reserve for Retirement Benefit Payments.

A motion to approve the transfer was made by Pollock and supported by Maisonneuve.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock

Nays: None

Abstain: None

Absent: None

Motion Carried

A motion to receive and file was made by Smith and supported by Maisonneuve.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock

Nays: None

Abstain: None

Absent: None
Motion Carried

3. Presentation from Brett Reardon of CAPTRUST of the Quarterly Investment Performance.

Reardon informed the board that despite the difficulties fixed income faced with rising interest rates, our fixed income managers did well relative to the benchmarks and their peers. He added that bonds and emerging markets saw slow growth. He said that rising interest rates for bonds and good asset performance have been good for the fund. As of 12/31/21 the fund had a balance just under \$23.5 million. However, due to the solid performance the fund was now slightly overweight with equities. For 2021 year to date the fund outperformed its benchmark despite slightly underperforming in the last quarter. Reardon stated fixed income managers did well in 2021. He stated that the Loomis Sayles Large Cap Growth fund is still being monitored as it has struggled recently but due to a more positive historical performance there is no recommendation to change at this time.

Reardon recommended some asset reallocations to the fund to better align with the required diversity of investments. A motion was made Maisonneuve and supported by Smith to rebalance as recommended.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock
Nays: None
Abstain: None
Absent: None
Motion Carried

Reardon also recommended changing the T. Rowe Price Mid Cap Growth to T. Rowe Price Mid Cap Growth Institutional for a savings on fees. He also recommended changing from iShares Core S&P 500 ETF to Fidelity 500 Index for the same reason. A motion was made by Boring and supported by Maisonneuve to make the recommended changes.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock
Nays: None
Abstain: None
Absent: None
Motion Carried

A motion to receive and file the report was made by Smith and supported by Maisonneuve.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock
Nays: None
Abstain: None
Absent: None
Motion Carried

ADJOURNMENT

A motion to adjourn was made by Boring, supported by Smith at 04:42 PM.

Ayes: Herriman, Maisonneuve, Boring, Smith, Pollock

Nays: None

Abstain: None

Absent: None

Motion Carried

Next regularly scheduled meeting date, February 28, 2022 at 04:00 PM.