

Minutes
Employee's Retirement System Board of Trustees
August 3, 2022
Quarterly Meeting

Call to Order: Acting Chair Donn Hill called the meeting of the Employee's Retirement System Board of Trustees to order at 8:30 a.m. at City Hall.

Board Members Present: Nick Butler
Donn Hill
Ben Kyte
Kristin Lobien

Board Members Absent: Matthew Adamson
Amy Richardson
Mark Sivertson

Staff Members Present: Bill O'Toole, Director of Human Resources
Shawn Pritchett, Director of Finance
Stacy Kooistra, City Attorney
Thomas Huber, Assistant Director of Finance
Angie Uthe, Assistant Director of Human Resources
Sam Stanforth, Business Analyst

Others present: Firefighters' Pension Fund Board of Trustees members: Darin Cox, Ryan Cox, Loren Koepsell & Angeline Lavin
Peter Brown, AndCo Consulting

The Employee's Retirement System Board of Trustees and the Firefighter's Pension Fund Board of Trustees met in joint session.

Acting Chair Hill provided an opportunity for any public to address the Board. No comments received.

A motion was made by Lobien, seconded by Butler, to approve the May 4, 2022 meeting minutes. Motion carried unanimously.

Peter Brown presented the Board with the June 30, 2022 2nd quarter total fund performance and rank to the total plan universe as follows: Quarter -10.38% (62), 1 year -10.39 (53), 5 year, 6.64% (27), and 10 year 8.56% (15). The market value of the Fund decreased from \$612.9 million to \$539.5 million in the quarter.

Tom Huber reviewed the Investment Allocations and Manager Structure with discussion on revising some target allocations.

A motion was made by Kyte, seconded by Lobien, to amend the investment policy by revising target allocations as follows: increase real estate target from 7% to 10% (2% to open end core and 1% to open end value add) , reduce US equities from 46% to 45% (1% from US large-cap equities), reduce international equities from to 22% to

21% (developed equities from 17.5% to 16.5% with .5% from developed, .5% from emerging markets), and reduce fixed income from 25% to 24% (.5% intermediate, .5% index) and change the target range on real estate from 2% - 12% to 5% - 15% (3% – 11% target for open ended core and 0% – 6% target for open ended value add).

A motion was made by Lobien, seconded by Kyte, to adjourn the meeting. Motion passed unanimously.

The Board adjourned at 9:33 a.m.

Respectfully submitted,

Angie Uthe
Recording Officer