

BOARD OF TRUSTEES
PEACE OFFICERS' RETIREMENT, ACCIDENT AND DISABILITY SYSTEM
ORAN PAPE STATE OFFICE BUILDING, DES MOINES, IOWA 50319-0050
Minutes of Meeting Held June 20, 2022

The Board of Trustees of the Peace Officers' Retirement, Accident & Disability System convened on June 20, 2022 at 2:00 p.m. Members of the Board present in person were Chairman Stephan Bayens, Trustee Michael Fitzgerald and Trustee Mark Oiler. Board members present via phone were Trustee Robert Conrad and Trustee Michael Metzger. In attendance in person were POR Legal Counsel John Lundquist (AG's Office), Public Safety Executive Officer Nathan Ludwig and Pat Beckham (Cavanaugh Macdonald Consulting). Also in attendance via phone were, Jina Bresson (TOS), Maria Wagenhofer (LSA), Ed Cook (LSA), John Cacciatore (SPOC), Sue Cave (SPOC), Joe Ebeesa and Pam Walker. DPS Staff present at the meeting location were Board Secretary Erinn Castleberry and Recording Secretary Jasmine Cripps.

Item 1 - Approval of minutes from POR Board meeting held May 16, 2022

Trustee Conrad made a motion to approve the minutes. Trustee Metzger seconded. Motion carried.

Item 2 – Retired Trustee Representative Election Results – POR Staff

Final ballots were counted for the Trustee seat on the POR Board representing retired members. Current Trustee Michael Metzger has been reelected by the retired members to serve another 2-year term on the Board. The Board congratulated Trustee Metzger and appreciates his service on the POR Board.

Item 3 - Application for Service Retirement – Larry Grant

Captain Larry Grant with the Iowa State Patrol has submitted an application for service retirement effective June 25th, 2022. Trustee Conrad made a motion to approve the application. Trustee Metzger seconded. Motion carried.

Item 4 - Application for Service Retirement – Joseph Thompson

Joseph Thompson with the Special Enforcement Operations Bureau has submitted an application for service retirement effective June 25th, 2022. Trustee Conrad made a motion to approve the application. Trustee Metzger seconded. Motion carried.

Item 5 - Application for Service Retirement – Shawn Wuchter

Trooper Shawn Wuchter with the Iowa State Patrol has submitted an application for service retirement effective August 5th, 2022. Trustee Conrad made a motion to approve the application. Trustee Metzger seconded. Motion carried.

Item 6 - Application for Service Retirement – Brian Wyatt

Trooper Brian Wyatt with the Iowa State Patrol has submitted an application for service retirement effective August 12th, 2022. Trustee Conrad made a motion to approve the application. Trustee Metzger seconded. Motion carried.

Item 7 – Application for Medical Expense Reimbursement – Billy Zenor

Accidental Disability Retire Billy Zenor has requested reimbursement of \$337.47 for medical expenses related to his disabling condition that are not covered by his health insurance. Staff recommends denying \$192.86 for expenses for which there was not sufficient documentation to tie to Mr. Zenor's disabling condition and approval of \$144.61 for expenses that appear directly related to his disability and have been approved for reimbursement to Mr. Zenor in the past. Trustee Conrad made a motion to approve reimbursement of \$144.61. Trustee Metzger seconded. Motion carried.

Item 8 - Quarterly Performance Report – March 31, 2022 – Jina Bresson, Treasurer’s Office.

The Board was provided the quarterly performance report from the Treasurer of State’s Office for January, February and March 2022. PORS 3/31/2022 market value was \$733,093,302. It was a tough quarter for stocks and bonds. The rate of return for the PORS Fund was -9.17% (before fees) for the quarter and -2.83% for the year. The Fund's quarter performance was below the policy benchmark. Large cap manager Jennison was down -13.82%. Passive index manager Vanguard was down -5.41% for the quarter. Small cap manger Fisher was down -2.76% for the quarter. Fixed income managers were all negative but ahead of benchmark. Loomis Sayles was down -4.68%. Lazard was down -5.73% for the quarter. International equities manger Baillie Gifford was down -21.73% for the quarter. Real estate managers performed well. Principal US Property was up 7.29% for the quarter. Principal Enhanced was up 7.46% for the quarter. Trustee Conrad made a motion to accept the quarterly performance report. Trustee Metzger seconded. Motion carried.

Item 9 – Five Year Experience Study – Review of Demographic Assumptions – Pat Beckham, Cavanaugh Macdonald Consulting, LLC

Ms. Beckham shared with the Board the second part of the Five Year Experience Study. The study period covers July 1, 2016 to June 30, 2021. The presentation focused on data for the demographic assumptions. Retirement rates, disability, termination of employment and mortality factors were discussed. A demonstration showing how each impacts the liability of the system was reviewed. The key evaluation tool used is the Actual/Expected ratio. This tool analyzes what was expected to happen and compares it to what actually happened and converts it to a percentage which reflects how accurate the assumptions were. The study determined how many members had a change in their status during the study period and how many members were expected to have status changes. Several types of mortality tables were also discussed. For the first time (2019) the Society of Actuaries published a set of mortality tables based solely on public plan data. Data was also shared from the Pub-2010 Public Safety mortality tables. The Board will wait to adopt any changes to assumptions for the 2022 valuation at the July meeting.

Item 10 - Open Forum

Pam Walker raised concerns related to Trooper Eimers information sent to the POR Medical Board. Attorney Lundquist advised her of the medical review process and advised her that he is available to discuss private personnel matters after the meeting as it is not appropriate to discuss in front of the POR Board before they have a pending application in front of them.

Next POR Board Meeting - Monday, July 18th, 2022 at 2:00 p.m.
Oran Pape State Office Building
1st Floor Public Conference Room

Adjournment. Trustee Fitzgerald made a motion to adjourn the meeting. Trustee Oiler seconded. Motion carried. The meeting was adjourned at 3:27 p.m.

Respectfully,



Erinn Castleberry, POR Board Secretary



Jasmine Cripps, POR Board Recording Secretary