

MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM

BOARD MEETING

Sheraton Westport Chalet Hotel
Matterhorn Room
St. Louis, Missouri

Wednesday, 2:02 P.M.
October 24, 2018

BOARD MEMBERS PRESENT:

Arby Todd, Frank Buck, Bob Ashcroft, Kathy Barszczak, Barry McCullough, Joan Jadali and Claire Scoville.

OTHERS PRESENT:

Robert Wilson, Executive Secretary; Brian Collett, Chief Investment Officer; Jeff Kempker, Assistant Executive Secretary, Member Services; Tami Jaegers, Assistant Executive Secretary, Operations; Pam Hopkins, Compliance Officer/Internal Auditor; Melissa Rackers, (via conference call) Chief Financial Officer; Jason Paulsmeyer, Chief Counsel; and Jan Kinard, Administrative Assistant.

Meeting Convened

A meeting of the Board of Trustees of the Missouri Local Government Employees Retirement System was held in the Sheraton Westport Chalet Hotel, St. Louis, Missouri, on Wednesday, October 24, 2018. Arby Todd called the meeting to order at 2:02 P.M.

Visitor's Comment

No visitors present.

Consent Agenda

A motion was made by Bob Ashcroft and seconded by Barry McCullough to approve the Consent Agenda, as revised.

Motion carried 7-0.

Audit & Finance Committee Report

Joan Jadali reported on discussions held in the Audit & Finance Committee meeting. The external audit firm Williams-Keepers LLC presented the results of the FY 2018 audits of LAGERS, the Staff Retirement Plan and Staff Retiree Healthcare Supplement. Melissa Rackers, Chief Financial Officer, presented the 2018 CAFR and discussed the PAFR.

Joan Jadali reported to the Board the Audit & Finance Committee approved the annual Risk Assessment from Pam Hopkins, Compliance Officer/Internal Auditor. This report highlights the areas identified as major areas of risk in the system.

Governance Committee Report

Frank Buck reported on a discussion led by Jason Paulsmeyer regarding the Governance Policy with an amendment to the Trustee Education Policy section.

A motion was made by Frank Buck and seconded by Claire Scoville to approve the amended Governance Policy.

Motion carried 7-0.

Frank Buck reported the Service Provider Report was presented to the Governance Committee.

Legislative Committee Report

Kathy Barszczak reported no further discussion on behalf of the Legislative Committee.

Chief Investment Officer's Report

Brian Collett notified the Board of investments that the Investment Staff has committed to since the previous Board Meeting.

Brian Collett presented the Statement of Investment Policy Draft and the Investment Risk Policy Draft.

A motion was made by Bob Ashcroft and seconded by Joan Jadali to approve the Statement of Investment Policy and the Investment Risk Policy.

Motion carried 7-0.

Member Services / Operations Report

Jeff Kempker and Tami Jaegers gave an update on activities from the Member Services and Operations Departments and the Legacy Plan Administration. Amanda Stratman joined the LAGERS' team as a Benefit Specialist.

Jeff Kempker discussed the New Employer Rate Meetings scheduled for the month of November.

Jeff Kempker presented the Pension Finance Survey.

Executive Secretary's Report

Robert Wilson turned the discussion over to Jeff Kempker who reviewed the Actuarial Audit Services RFPs.

A motion was made by Kathy Barszczak and seconded by Barry McCullough to hire Segal Consulting to provide Actuarial Audit Services, subject to contract negotiations.

Motion carried 7-0.

Chairman's Report

Arby Todd discussed Kathy Barszczak retiring from her position at the City of Independence and resigning her position on the LAGERS Board of Trustees. He expressed his thanks for her dedicated service to the LAGERS Board and the membership. The Member Trustee vacancy will be filled by an election at the LAGERS Annual Meeting on October 25-26, 2018.

**A motion was made by Frank Buck and seconded by Bob Ashcroft to adopt the LAGERS Board Resolution Declaring Board Vacancy. Copy attached.
Motion carried 7-0.**

Arby Todd encouraged the LAGERS Board of Trustees and staff to enjoy the annual meeting and to interact with the members.

**A motion was made by Bob Ashcroft and seconded by Frank Buck to go into Executive Session for litigation and advice from Counsel regarding legal matters pursuant to section 610.021 (1) & (14). A roll call vote was taken.
Motion carried 7-0.**

Adjournment

**Open Session reconvened at 3:17 P.M. A motion was made by Bob Ashcroft and seconded by Barry McCullough to adjourn the October Board Meeting of LAGERS at 3:18 P.M. on October 24, 2018.
Motion carried 7-0.**

Respectfully submitted,

Robert L. Wilson
Executive Secretary