

MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM

BOARD MEETING

LAGERS Board Room
Jefferson City, Missouri

Friday, 8:33 A.M.
September 27, 2019

BOARD MEMBERS PRESENT:

Arby Todd, Joan Jadali, Frank Buck, Bob Ashcroft, Claire Scoville, Barry McCullough and Sandy Walker.

OTHERS PRESENT:

Robert Wilson, Executive Director; Brian Collett, Chief Investment Officer; Jeff Kempker, Assistant Executive Director, External Affairs; Tami Jaegers, Assistant Executive Director, Operations; Pam Hopkins, Compliance Officer/Internal Auditor; Melissa Rackers, Chief Financial Officer; Jason Paulsmeyer, Chief Counsel; Megan Loehner, Director of Investments; Elizabeth Althoff, Legislative & Communication Coordinator; Mita Drazilov and Michael Gano, Gabriel, Roeder, Smith & Company; Michael Ruff, Joint Committee on Public Employee Retirement; and Jan Kinard, Document Management Administrator.

Meeting Convened

A meeting of the Board of Trustees of the Missouri Local Government Employees Retirement System was held in the LAGERS Board Room, Jefferson City, Missouri, on Friday, September 27, 2019. Arby Todd called the meeting to order at 8:33 A.M.

Consent Agenda

**A motion was made by Bob Ashcroft and seconded by Barry McCullough to approve the Consent Agenda, as revised, except for Lorn Dennis, Duty Disability, Central Jackson County Fire Protection District #5.
Motion carried 7-0.**

**A motion was made by Bob Ashcroft and seconded by Barry McCullough to approve the Duty Disability of Lorn Dennis, Central Jackson County Fire Protection District #5.
Motion carried 6-0, Arby Todd abstained.**

Visitor's Comment

No visitors present.

Audit & Finance Committee Report

Joan Jadali reported on discussions held at the Audit and Finance Committee meeting. Melissa Rackers discussed line item budget adjustments that did not affect the total budgeted amount and reported on the status of the external audit for Fiscal Year 2019. Pam Hopkins presented to the Committee the WEB ACH Origination Audit Report. Pam also discussed the Information Security Policy and the Ethics Policy and the required annual certifications for both.

Governance Committee Report

Frank Buck discussed proposed changes to the Board Governance Charters and Board Governance Policies presented to the committee by Jason Paulsmeyer, Chief Counsel.

A motion was made by Barry McCullough and seconded by Claire Scoville to approve the changes made to the Board Governance Charters and Board Governance Policies. Motion carried 7-0.

Legislative Committee Report

Claire Scoville reported no discussion on behalf of the Legislative Committee.

Legislative Consultant Report

Elizabeth Althoff gave an update on the timeline for implementation of the LAGERS' Public Safety Bill that passed last session.

Robert Wilson and Elizabeth Althoff discussed moving forward with legislation expanding the options for employee contributions from 0% and 4% to 0, 2, 4, and 6%.

Actuary's Report

Mita Drazilov and Michael Gano with GRS presented the 2019 Consolidated Actuarial Valuation.

Chief Investment Officer's Report

Megan Loehner notified the Board of investments the Investment Staff has committed to since the previous Board Meeting.

Brian Collett gave a report on 2nd Quarter 2019 Performance Highlights, Missouri OPEB Plan and LAGERS Staff Plan.

External Affairs / Operations Report

Jeff Kempker and Tami Jaegers gave an update on activities from the External Affairs and Operations Department and the Legacy Plan Administration.

Jeff Kempker discussed the LAGERS 2019 Annual Meeting agenda which will take place October 24th-25th, 2019 in Springfield, MO.

Chief Financial Officer's Report

Melissa Rackers presented the 2020 Chief Investment Officer's Management Performance Evaluation.

Executive Secretary's Report

Robert Wilson discussed the appointment of a Hearing Officer in the petition of Sonja Wooten.

A motion was made by Bob Ashcroft and seconded by Claire Scoville that Attorney Jamie Cox be appointed as Hearing Officer in the petition of Sonja Wooten, Non-Duty Disability Petition for Administrative Hearing; that Ms. Cox conduct a hearing in these matters and present proposed findings of fact and conclusions of law to the Board of Trustees pursuant to Section 70.605.16 RSMo and 16 CSR 20-3.010.

Motion carried 7-0.

Robert Wilson discussed the renewal of the UMass/Disability Evaluation Services contract.

A motion was made by Barry McCullough and seconded by Joan Jadali to approve renewing the UMass/ Disability Evaluation Services contract.

Motion carried 7-0.

Jason Paulsmeyer discussed proposed amendments to the Administrative Rules.

A motion was made by Barry McCullough and seconded by Claire Scoville to approve the Administrative Rules as amended.

Motion carried 7-0.

Chairman's Report

A motion was made by Claire Scoville and seconded by Bob Ashcroft to go into Executive Session for litigation and advice from Counsel regarding legal matters pursuant to section 610.021 (1), (5) & (14). A roll call vote was taken.

Motion carried 7-0.

Adjournment

Open Session reconvened at 11:17 A.M. A motion was made by Barry McCullough and seconded by Bob Ashcroft to adjourn the September Board Meeting of LAGERS at 11:18 A.M. on September 27, 2019.

Motion carried 7-0.

Respectfully submitted,

Robert L. Wilson
Executive Director