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KANSAS CITY PUBLIC SCHOOL RETIREMENT SYSTEM

MINUTES OF MEETING

Monday, December 4, 2017

The Board of Trustees of the Kansas City Public School Retirement System met in REGULAR SESSION on Monday, December 4, 2017, at 4:00 p.m. in the Retirement System's conference room at 3100 Broadway, Suite 1211, Kansas City, MO.

Members Present: Horace Coleman, Jr., Chairperson
 Joanne M. Collins
 Roger Offield
 Beverly Pratt
 Curtis L. Rogers
 Debbie Siragusa
 Lazona Stovall
 Bakari Ukuu
 Linda E. Watkins
 Brian Welch

Members Absent: Mark T. Bedell
 Carl Evans

Staff Present: Christine Gierer, Executive Director
 Shannon McClain
 Laura J. Oswald

Others Present: Mark Flaherty, Esq.
 Ruth Hays, Esq., Husch Blackwell Sanders, LLP (via phone)
 Rosemary Guillette, Segal Marco Advisors
 Akila Kincy

There being a quorum present, the meeting was called to order at 4:00 p.m.

Horace Coleman, Jr., Chairperson presiding:

On motion of Mr. Rogers, seconded by Ms. Collins, the Board voted to approve the following items on the consent agenda:

Approval of the minutes of the Regular Meeting of the Board of Trustees held November 6, 2017

Approval of the minutes of the Legislative & Benefits Committee held November 6, 2017.

Approval of the minutes of the Policy & Evaluation Committee Meeting held Wednesday, November 29, 2017.

Approval of cash disbursements for the month of October 2017.

Approval of the report of the Secretary submitting the names of members retiring since last report, including dates of retirement.

Approval of the Secretary submitting the names of members who have passed away since the last report.

Mr. Coleman requested Ms. Gierer to report the certified results from Survey and Ballot Systems, Inc. which determined the winner of the following seat:

Active Member Trustee, 4 Year Term: Boni Tolson

On motion of Mr. Rogers, seconded by Ms. Pratt the Board voted to accept the election results as certified by Survey and Ballot Systems, Inc. Mr. Coleman requested Ms. Tolson be sworn in before the January 8, 2018 Board Meeting.

On motion of Mr. Rogers, seconded by Ms. Pratt, the Board voted to receive and file the report of Rhumblin.

On motion of Mr. Rogers, seconded by Ms. Siragusa, the Board voted to receive and file the report of Westfield Capital Management.

Mr. Coleman requested Ms. Guillette to report on the investment performance of the portfolio as of 9/30/17.

Ms. Guillette gave a general overview of the global investment markets noting third quarter 2017 showed positive investment returns for most markets with domestic and international equity markets, real estate, and private equity markets showing positive returns during both the third quarter and for the one-year, while U.S. fixed income markets, global fixed income markets and commodities showed positive returns for the third quarter but showed negative returns for the one-year.

Ms. Guillette reviewed KCPSRS target allocations of each fund category and noted the portfolio is within the guidelines of the policy.

Ms. Guillette reviewed the total KCPSRS fund composite and then each fund manager's performance, and compared the returns of the managers to each relevant benchmark for the third quarter, and the latest one-, three-, five- and ten-year periods. The KCPSRS total fund portfolio had a net return of 12.91%, outperforming the benchmark of 11.44%. In reviewing each fund manager's performance, most met or exceeded their benchmark for the one-year.

On motion of Ms. Collins, seconded by Mr. Rogers, the Board voted to receive and file the investment report of the third quarter ending September 30, 2017.

On motion of Ms. Collins, seconded by Mr. Rogers the Board voted to accept the recommendation of the Legislative & Benefits Committee of minor changes to the proposed legislation language; making it easier to understand. Ms. Collins asked Ms. Gierer to report on the Joint Committee on Public Employee Retirement (JCPER) meeting she attended on November 29, 2017.

On motion of Ms. Collins, and seconded by Ms. Pratt, the Board voted to receive and file the report of the Policy & Evaluation Committee. Mr. Rogers informed the Trustees the Executive Director's evaluations were mailed December 4, 2017, with a return date of December 18, 2017. Mr. Ukuu requested digital evaluations, going forward.

On motion of Ms. Siragusa and seconded by Ms. Pratt, the Board voted to approve the second reading of the 2018 Pension System Budget.

On motion of Ms. Collins and seconded by Ms. Pratt, the Board voted to receive and file the report of the procurement action plan for utilization of minority and women money managers, brokers, and investment counselors.

Report of the Chairperson

Mr. Coleman reminded the Board of the Investment Committee meeting for Tuesday, December 5, 2017 and of the iPad tutorial session to be held after Lois Henderson's Retirement Reception held Friday, December 15, 2017.

The Board took a roll call vote to go into executive session with Trustees Coleman, Collins, Offield, Pratt, Rogers, Siragusa, Stovall, Ukuu, Watkins, and Welch voting in favor.

The Board reported out of Executive Session a status update on a legal matter was received.

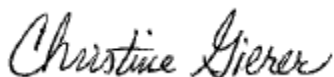
Report of the Executive Director

Ms. Gierer provided her report on operational, member and employer communication, and Board issues.

Ms. Gierer reported that Shannon McClain was transitioning to a new role as Retiree Services Coordinator effective January 2018 and invited all Board Members to Ms. Henderson's retirement reception scheduled for December 15th at 1:00 pm.

The Board adjourned by common consent at 6:03 p.m.

Respectfully submitted,



Christine Gierer, Executive Director