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MINUTES OF MEETING

Monday, March 7, 2022

The Board of Trustees of the Kansas City Public School Retirement System met in REGULAR SESSION on Monday, March 7, 2022 at 4:00 p.m. via Zoom.

Members Present (via Zoom): Anthony Madry, Chairperson
Lauren Amicone
Mark Bedell (joined at 4:49)
Cecelia Carter
Jamekia Kendrix
Beverly Pratt
Curtis L. Rogers
Debbie Siragusa
Eddie Smith
Brian Welch

Members Absent: Horace Coleman, Jr.
Roger Offield

Staff Present (via Zoom): Jim Roehner, Executive Director
Laura J. Oswald

Others Present (via Zoom): Jonathan N. Dilly, Swanson Bernard
Mike Kinney, Westfield Capital Management
Ethan Meyers, Westfield Capital Management
Felicia Ewell, Segal Marco Advisors
Rosemary Guillette, Segal Marco Advisors
Patrice A. Beckham, Cavanaugh Macdonald

There being a quorum present, the meeting was called to order at 4:14 p.m.

Anthony Madry, Chairperson presiding:

On motion of Mr. Rogers, seconded by Ms. Pratt 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 Monday, February 7, 2022

Approval of cash disbursements for the month of January 2022

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

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

Mr. Madry called for the report of Westfield Capital Management.

Ms. Guillette addressed the Chair and Chair recognized Ms. Guillette's wishing to speak. Ms. Guillette reminded the representatives from Westfield Capital Management the presentation shared with the Board of Trustees is subject to public disclosure pursuant to the Missouri State Open Meetings and Records Law – Mo. Rev. Stat. Secs. 610.010 to 610.030.

On motion of Mr. Rogers, seconded by Mr. Smith, the Board voted unanimously to accept the presentation of Westfield Capital Management, as presented by Mr. Kinney and Mr. Meyers.

Mr. Madry called for the report of the Investment Committee.

Ms. Siragusa, Chairperson of the Investment Committee, asked Rose Guillette of Segal Marco Advisors to provide a summary of the 4th quarter annual investment reports. Ms. Guillette reported the following to the Board:

2021 4th Quarter Report

KCPSRS total fund gross performance for the fourth quarter ending December 31, 2021 was 13.5%, outperforming the policy index by 1.70%, and the net performance of 12.9%, outperformed the policy index by 1.10%.

In reviewing each fund manager's performance, most met their benchmark for the year.

The major asset classes are all within the target allocation ranges.

Annual Investment Performance vs Investment Objectives

As of December 31, 2021, KCPSRS' total fund met all three of the Board's 3-and 5-year period objectives, Required Rate of Return; Actuarial Assumed Rate of Investment Return; Policy Index.

Annual Report of Manager Due Diligence Meetings

Segal Marco performed due diligence meetings with all KCPSRS investment managers during 2021.

On a motion of Ms. Pratt, seconded by Mr. Welch, the Board voted unanimously to receive and file the report of the Investment Committee.

Ms. Guillette stated that Segal Marco Advisors will present the Asset Liability Management (ALM) Study during June's quarterly Investment Committee meeting and at that time review our current asset allocation as well as discuss any proposed changes to our current asset mix based on results of the ALM study. She also stated that she discussed the liquidity and liability analysis and cash flow expectations of the total fund.

Ms. Guillette then reviewed the recommendation of the Investment Committee to adjust Fisher's Investment Guidelines, Section D to "Investment in any issuer must be limited to 8% of the market value of the portfolio" from the current guideline of 5%.

After a lengthy discussion, on motion of Ms. Pratt, seconded by Mr. Welch the Board voted unanimously to approve the Investment Committee's recommendation of the adjustment to Fisher's Investment Guidelines, Section D to "Investment in any issuer must be limited to 8% of the market value of the portfolio" from the current guideline of 5%.

Mr. Dilly addressed the Chair and Chair recognized Mr. Dilly's wishing to speak. Ms. Guillette responded to Mr.

Dilly's inquiry regarding Russian holdings in the portfolio. She stated that she will contact our current international fund managers to review any holdings (if any) they may have in Russia due to the recent Ukraine-Russia war that caused Russia's stock exchange to suspend trading.

For informational purpose, Mr. Madry shared the 2022 Committee Assignments. No further action was taken.

Report of Chairperson

Mr. Madry commented on the challenges of teacher retention and what more can be done by both the Retirement System and participating employers to educate members about their retirement benefit. Board members discussed the importance of developing educational materials to share with members during the early – and mid-careers, and nearing closure to retirement age. Educational materials would include information about 403b investments, Social Security, and the benefits of the Retirement System. Trustees proposed educating our members through holding an Annual Townhall meeting with our members, create new videos on our website, and visit each of the employers to give our members a better understanding the importance of their retirement benefit.

Mr. Madry informed trustees to communicate with Mr. Roehner of any changes they may have concerning their Board Meeting devices.

Mr. Madry stated Board of Trustee meetings will remain virtual but welcomed comments to consider in-person for future meetings. Mr. Dilly commented there is no legal requirement to have in-person Board meetings replace virtual meetings.

Mr. Madry informed trustees to communicate with Mr. Roehner educational opportunities and future conferences they would like to attend.

Report of the Executive Director

Mr. Roehner provided his report on operational, communication, and Board issues. Mr. Roehner provided the Board the annual report of Board member education for the year ended 2021. He also reviewed the Board's interest in educational opportunities for Trustees coming in 2022. He also is working with general counsel and attorneys from Brookfield to complete the subscription agreement for Brookfield BSREP IV prior to March 31st close date.

Other Business

Mr. Madry recommended moving into Executive Session for personnel matters.

On motion of Mr. Rogers, seconded by Ms. Carter, the Board voted to go into Executive Session with Trustees Amicone, Carter, Kendrix, Madry, Pratt, Rogers, Siragusa, Smith, and Welch voting in favor at 5:32 p.m.

The Board came out of Executive Session at 5:50 p.m.

The Board adjourned by common consent at 5:51 p.m.

Respectfully submitted,



Jim Roehner, Executive Director