

Call to Order

The meeting was called to order by President McCollor at 12:59 p.m.

Present for the Meeting were Trustees:

Matt Bogenschultz	John Horton	Mike McKay	Stephanie Pignato
Lori Borgeson	Thomas Koreltz	Karen Odegard	Margaret Schiller
Zuki Ellis	Mike McCollor		

Also present were SPTRFA staff: Phillip Tencick, CIO/Executive Director, and Christine MacDonald, CFO/Deputy Director, and Rachel Pastick-Malm.

Adoption of Agenda

Ms. Odegard moved adoption of the agenda. The motion was seconded by Ms. Borgeson and approved by the Board.

Legislative Update

Mr. Tencick and Legislative Counsel Brian Rice provided the Board with an update on legislative matters. With the regular 2023 legislative session ending May 22, 2023p, Mr. Rice provided the Board with the progress of the pension Bills of interest to SPTRFA and its members. The omnibus administration bill passed, the omnibus funding bill is awaiting senate approval, and the tax bill is pending in committee.

Manager Search – Emerging Markets Equities – ACG

Ms. Haley Rives, Director, Asset Consulting Group (ACG) provided the Board with the Emerging Markets final candidates ABS Investment Management and RWC Partners LTD.

On motion by Mr. Bogenschultz seconded by Ms. Borgeson, the Board voted to approve the recommendation to hire ABS as the core manager for the Emerging Markets mandate and RWC as the satellite manager. The total size of the mandate will be \$50m.

Asset Allocation – ACG

Ms. Haley Rives, Director, Asset Consulting Group (ACG) provided the Board with the results of the Asset Allocation study for the Fund.

On motion by Ms. Odegard seconded by Mr. McKay, the Board voted to approve the Asset Allocation recommendation “mix 2” with a 30% target allocation to fixed income, 60% allocation to equities, and 10% allocation to real assets.

Approval of Minutes

Ms. Odegard moved for approval of the minutes of the April 19, 2023, meeting. The motion was seconded by Mr. Koreltz and so voted by the Board.

Report on Deaths

Ms. Pastick-Malm read, and the Board accepted, the Report on Deaths.

Consent Agenda

On motion by Mr. Koreltz, seconded by Ms. Schiller, the Board accepted the consent agenda items listed below.

Pension: a. CA-2023-18: Report on Benefit Applications – May 2023

Financial: b. CA-2023-18: Refunds — May 2023
c. CA-2023-20: Financials — September 2022
d. CA-2023-21: Financials — October 2022

Closed Session

At 2:14 p.m., Ms. Borgeson made a motion to suspend the regular meeting and move to a closed session. The motion was seconded by Dr. McCollor and approved by the Board. The meeting moved into a closed session.

During closed session, the Board considered facts relevant to the disability benefit application submitted by Member #23513.

During closed session, the Board considered facts relevant to the disability benefit application submitted by Member #20723.

Upon motion by Ms. Borgeson seconded by Mr. Bogenschultz, the Board voted to close the Session at 3:07 p.m. and return to the regular meeting agenda.

Disability Benefit Determinations

Upon motion by Mr. Koreltz, seconded by Ms. Borgeson, the Board voted to approve the disability determination application of Member #23513.

Upon motion by Mr. Koreltz, seconded by Ms. Borgeson, the Board voted to conditionally approve the disability determination application of Member #20723, pending the Member using up their accrued sick leave prior to beginning benefit.

FY 2024 Budget Presentation

Mr. Tencick and Ms. MacDonald presented the proposed FY 2024 budget that was initially provided at the April Board Meeting. The leadership team and board engaged in a discussion regarding the budget and upcoming priorities and board members were given time to ask questions.

On motion by Ms. Schiller, seconded by Ms. Odegard, the Board unanimously voted to approve the FY 2024 budget.

Executive Director’s Report

Mr. Tencick provided the Board with an update regarding various matters relevant to the organization, the investment portfolio and the team, noting risks related to the US Government resolving the debt ceiling and potential manager searches to be conducted over the summer. Participant communications are being developed to inform members of the upcoming plan changes resulting from the legislative session. Registration for the NCTR annual conference opens over the summer for those interested in attending.

2023-2024 BOT Meetings Calendar Discussion

The Board discussed the tentative proposed FY 2023-2024 BOT meeting calendar.

Wednesday, September 20, 2023	1:00 p.m.
Wednesday, November 15, 2023	1:00 p.m.
Wednesday, December 20, 2023	1:00 p.m.
January TBD, 2024	Legislative if needed Virtual, Time & Date TBD
Wednesday, February 21, 2024	1:00 p.m.
Thursday, March 14, 2024	4:30 p.m.
Wednesday, April 17, 2024	1:00 p.m.
Wednesday, May 15, 2024	1:00 p.m.

Upon motion by Mr. Koreltz, seconded by Mr. Bogenschultz, the Board voted to approve the proposed schedule for Board meetings for FY2024, and to set the date of the Annual Meetings of the Members and Board for March 14, 2024 with a starting time of 4:30 p.m.

SPPS Update

Ms. Ellis, provided an update on SPPS, including the budget, legislative updates, community safety meetings, and new school openings and closings.

Investment Committee Update

Ms. Pignato, Committee Chair, reported no additional following ACG’s presentations.

Personnel Committee Report

Dr. McCollor, Committee Chair, reported no updates.

Annuities and Refunds Committee Update

Mr. Bogenschultz, Committee Chair, reported no updates.

Audit Committee Update

Ms. Odegard, Committee Chair, led a discussion concerning the improvements to the audit committee’s review process.

Member Questions and Answers & Adjournment

On motion by Ms. Borgeson, seconded by Mr. Koreltz, the Board voted to adjourn at 4:27 p.m.

*The next regularly scheduled Board meeting is **Wednesday, September 20, 2023, at 1:00 p.m.***

Respectfully submitted,

Phillip T. Tencick, Executive Director