

**MINUTES
BOARD OF TRUSTEES OF THE
INDIANA PUBLIC RETIREMENT SYSTEM
1 N. Capitol, Indianapolis, IN 46204
1st Floor Conference Room and Virtual Webcast
[Pursuant to Executive Order 20-09 and extensions]**

September 11, 2020

Board Members Present

Michael Pinkham

Brian Abbott

Connie Plankenhorn

Justin McAdam

Tera Klutz

David Frick

Bret Swanson

Guest Presenters

Jeff MacLean, Verus

Staff Presenters

Steve Russo, Executive Director

Scott Davis, Chief Investment Officer

Donna Grotz, Chief Finance and
Administration Officer

Tony Green, Chief Legal & Compliance
Officer

Steven Barley, Chief Operations Officer
and Deputy Director

Meeting called to order at 10:20 a.m. by Chairman Swanson.

In accordance with normal practice, Board members were provided electronically written materials in advance of the meeting.

I. Approval of Minutes from June 26, 2020 Board of Trustees Meeting

MOTION duly made and carried to approve the Board of Trustees Meeting minutes from the June 26, 2020, Board meeting.

Proposed by: David Frick

Seconded by: Justin McAdam

Votes: 5 in favor, 0 opposed, 0 abstentions (Connie Plankenhorn and Tera Klutz were absent)

II. Unfinished Business

There was no unfinished business discussed by the Board.

III. Required Business

A. Proposed Board Governance Manual Updates

Tony Green presented proposed revisions to the Board Governance Manual. Mr. Green noted replacing the INPRS principle statements with INPRS values. Mr. Green also talked about clarifying that PERF and TRF defined benefit and defined contributions are two separate funds, adding PERF MyChoice for volunteer fire departments, clarifying that the Special Death Benefit fund pays its own administrative expenses, updating the Special Death Benefit amount for public safety officers who die in the line of duty because of legislation, adding and clarifying language to allow the Executive Director to enter into a contract already established by federal GSA, clarifying the Executive Director's performance review process, and , other technical corrections based on language in the Indiana Code. Mr. Green asked the Board to review and provide any feedback to him before the next board meeting. Mr. Green said that the Board would be voting on the recommended changes at the next Board meeting in October.

B. Proposed Investment Policy Statement Updates

Scott Davis presented proposed revisions to the Investment Policy Statement. A copy was provided to the Board electronically for review. Scott discussed the changes to the defined benefit plans, defined contribution plans and other plans and noted specific sections of the Investment Policy Statement. Recommended revisions were discussed. Mr. Davis said the Board would be voting on the recommended changes at the next Board meeting in October.

IV. New Business

A. FY20 – A look back

Steve Russo presented the 2020 fiscal year in review. Mr. Russo stated that the INPRS managed pension plans remain well funded with no expected increase in 2022 employer contribution rates. Mr. Russo reviewed the estimated aggregate funded status of the pre-funded defined benefit plans, the Teacher pre-1996 pay-go plan status, and the progress toward exemplary customer and operational services. Mr. Russo also discussed FY20 year-end performance and year over year trend. Mr. Russo also reviewed the FY20 strategic plan accomplishments and results.

B. Operations Update

Steve Barley summarized the Operation department's key performance metrics including call center volume and service level, and retirement volumes. Mr. Barley also discussed key challenges within the department.

C. Investments Update

Scott Davis presented the INPRS investment update to the Board. Mr. Davis provided highlights and reviewed the INPRS investment portfolio as of June 30, 2020. Mr. Davis talked about the asset allocation, defined benefit funds' performance, and defined contribution funds' performance. Jeff MacLean of Verus briefly discussed the economy and risk.

D. Financial Update

Donna Grotz presented the INPRS financial update. Ms. Grotz summarized the financial results, net position, supplemental reserve accounts, and the administrative and investment expenses as of the end of fiscal year 2020 (through June, 2020) and for one month of fiscal year 2021 (through July, 2020).

E. Executive Director Report

Steve Russo presented the Executive Director's report. Mr. Russo noted two line of duty deaths. Mr. Russo also provided highlights of the Balance Scorecard and escalated BSC measures.

V. **Preliminary Agenda for October 30, 2020 Board Meeting**

A copy of the preliminary agenda for the October 30, 2020, meeting was included in materials provided electronically to Board members.

VI. **Other business as requested by the Board**

There was no other business as requested by the Board discussed.

VII. **Adjournment**

MOTION duly made and carried to adjourn the June 26, 2020 Board meeting at 12:14 p.m.

VIII. **Executive Session**

A brief Executive Session was held at pursuant to IC 5-14-1.5-6.1(b)(9).

As posted, the Board discussed personnel matters as authorized pursuant to IC 5-14-1.5-6.1(b)(9).

As required by IC 5-14-1.5-6.1(d), the Board hereby certifies that only subject matter related to IC 5-14-1.5-6.1(b)(9) was discussed.