

**PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM
BOARD OF TRUSTEES MEETING**

October 21, 2020

AGENDA

COVID-19 UPDATE

Following the recommendations from the Centers for Disease Control and Prevention (CDC), to limit gatherings of people, as well as federal and state emergency declarations related to COVID-19, **physical attendance in the Board of Trustee Boardroom at 3010 E. Camelback Road, Phoenix, AZ 85016 will be limited to members of the Board and necessary staff only.**

A **copy of the agenda** for the meeting will be posted on the PSPRS website at least twenty-four hours in advance of the meeting. **To view the final agenda** and/or public meeting materials visit <http://www.psprs.com/about/board-of-trustees>, by scrolling to Board of Trustee Meetings, selecting “BOT Agendas” or “BOT Meeting Materials” in the box, and selecting the appropriate meeting date. The agenda is subject to revision up to 24 hours prior to the meeting.

LIVE PSPRS Public Meeting Web stream: <http://www.psprs.com/about/board-of-trustees>

Interested members of the public and stakeholders may submit comments on any item on the October 21, 2020 Board meeting.

Submit an online public comment on Agenda Items to: PSPRSBoardMeetings@psprs.com

Media Contact or Agenda Materials: Christian Palmer, Communications Director (cpalmer@psprs.com)

The meeting will begin at 9:30 a.m. and continue until 3:00 p.m. or until the matters set forth in this agenda are otherwise addressed. Members of the Board of Trustees will attend either in person or by telephonic conference call. The Board of Trustees may vote to hold an executive session, which will not be open to the public, to discuss certain matters. The Board of Trustees reserves the right to consider agenda items out of their listed order.

1. Call to Order; Pledge of Allegiance; Roll Call; Opening Remarks.

*Mr. Scott McCarty
Chairman*

2. Call to the Public.

This is the time for the public to comment. Members of the Board of Trustees may not discuss items that are not specifically identified on the agenda, except to address criticism from the public. Therefore, pursuant to A.R.S. § 38-431.01(H), the Board of Trustees’ reaction to any public comment is limited to addressing criticism or recommending that the Board of Trustees or Staff respond or study such comment or schedule the subject

matter for further consideration at a later date after appropriate notice.

3. Appropriate **Action** for approval of the items on the Consent Agenda (documentation concerning the matters on the consent agenda, except Executive Session minutes, may be reviewed at the PSPRS office). Any matter on the Consent Agenda will be removed from the Consent Agenda and discussed as a regular agenda item upon the request of any member of the Board of Trustees.
 - a. Acceptance of Elected Officials' Retirement Plan of normal retirement benefit of Dwight P. Callahan.
 - b. Acceptance of Elected Officials' Retirement Plan of termination of survivor benefit of Barbara A. Goodfarb.
 - c. Acceptance of Elected Officials' Retirement Plan of termination of split benefit of Elizabeth L. McMahan.
 - d. Acceptance of Elected Officials' Retirement Plan of split benefit payable to trust of Elizabeth L. McMahan.
 - e. Acceptance of Elected Officials' Retirement Plan of early retirement benefit of Linda D. Seapy.
 - f. Acceptance of Transfer Between State Retirement Systems of Jason Kickland.
 - g. Acceptance of Transfer Between State Retirement Systems of Jeffrey Pizzi.
 - h. Acceptance of Transfer Between State Retirement Systems of Christopher Chacon.
 - i. Acceptance of Transfer Between State Retirement Systems of Christopher Wohlforth.
 - j. Acceptance of Transfer Between State Retirement Systems of Mckay Lauritzen.
 - k. Acceptance of Transfer Between State Retirement Systems of Chrispher Ungro.
 - l. Acceptance of Transfer Between State Retirement Systems of Danielle Rodriguez.
 - m. Acceptance of Transfer Between State Retirement Systems of Harold McDonald II.
 - n. Acceptance of Transfer Between State Retirement Systems of Warren Brewer.

- o. Acceptance of Transfer Between State Retirement Systems of Robert Tutrone.
- p. Acceptance of Transfer Between State Retirement Systems of Kristian Dever.
- q. Acceptance of Transfer Between State Retirement Systems of Timothy Koerner.
- r. Acceptance of Transfer Between State Retirement Systems of Tyson Bruder.
- s. Approval of the Minutes of the September 30, 2020 Meeting of the PSPRS Board of Trustees.
- t. Approval of the Executive Session Minutes of the September 30, 2020 meeting of the PSPRS Board of Trustees.

Mr. Scott McCarty

- 4. Update, discussion and possible **Action** regarding the 2021 Annual Employer meeting.

Mr. Michael Townsend
Administrator

Philip Coleman
Employer Relationship Manager

Report by Mr. Harry A. Papp, Chairman of the Investment Committee, regarding agenda items 5 through 7, which were discussed at the Investment Committee meeting held October 16, 2020, and possible *Action* on the Committee's recommendations to the Board regarding same.

- 5. Review and discussion and possible **Action** with respect to each of the following written Staff reports for the prior period:

Mr. Mark Steed
Chief Investment Officer

- a. Written report: Month-End and Fiscal Year-to-Date performance for the PSPRS Trust as of August 31, 2020 and the asset allocation and performance of the Firefighters and Peace Officers Cancer Insurance Program.
- b. Written report: Portfolio Risk as of August 31, 2020.
- c. Written report: Global Financial Market Developments.
- d. Written report: Executed Transactions during prior period.

6. Discussion regarding asset allocation and pooled portfolios in the context of diverse liabilities.
- Mr. Mark Steed*
7. Discussion regarding monthly and quarterly investment reports.
- Mr. Mark Steed*

Report by Mr. Don Smith, Chairman of the Operations and Governance Policy Committee, regarding agenda item 8, which was discussed at the Operations and Governance Policy Committee meeting held October 13, 2020, and possible *Action* on the Committee's recommendations to the Board regarding same.

8. Review and discussion: Staff operation reports.
- Mr. Michael Townsend*
- a. Administrator Update.
- b. Written report: Year to Date Budget.
- c. Written report: Law Firms' Billings for Legal Services.
- d. Written report: Local Board Rehearing.
- e. Written report: Human Resource update.
- f. Internal PSPRS Conflict of Interest Policy.

Report by Mr. Jim Ameduri, Chairman of the Audit Committee, regarding agenda items 9 through 10, which were discussed at the Audit Committee meeting held October 20, 2020, and possible Board *Action* on the Committee's recommendations to the Board regarding the same.

9. Update, and discussion regarding the FY2020 Audit.
- Mr. Jim Ameduri*
Mr. Michael Smarik
Deputy Administrator
10. Update, discussion and possible **Action** on the PSPRS Internal Audit program.
- Ms. Crystal Messner*
Internal Audit Manager

Report by Mr. Kenny Tims, Chairman of the Advisory Committee, regarding agenda item 11, and possible Board *Action* on the Committee's recommendations to the Board regarding the same.

11. Review and discussion regarding the Advisory Committee.

Mr. Kenny Tims

Report by Mr. Dean Scheinert, Chairman of the Litigation Coordination Committee, regarding agenda item 12, and possible Board *Action* on the Committee's recommendations to the Board regarding the same.

12. Review and discussion regarding the Litigation Coordination Committee.

Mr. Dean Scheinert

Report by Mr. William Buividas, Chairman of the Defined Contribution Committee, regarding agenda item 13, and possible Board *Action* on the Committee's recommendations to the Board regarding the same.

13. Review and discussion regarding the Defined Contribution Committee.

Mr. William Buividas

14. Discussion and appropriate **Action** regarding Board of Trustee member requests to participate in training, educational and due diligence opportunities.

Mr. Scott McCarty

15. Review, discussion and possible **Action** on pending legislative actions and potential legislative proposals.

*Mr. Douglas Cole
HighGround, Inc.*

*Ms. Dianne McCallister
Public Policy Partners, LLC*

16. Discussion and consultation with legal counsel and Staff and possible **Action** regarding proposed legislation, investment matters, ongoing, contemplated or threatened legal action involving the Trust and Plans, including vendor disputes, public record requests, personnel matters and actual or potential litigation and claims based on contract, tort or statute. The Board may vote to discuss these matters in Executive Session pursuant to A.R.S. §§ 38-431.03(A)(1), (2), (3), (4) and (7) as set forth in item 17.

17. **The Board of Trustees may vote to go into Executive Session (which will not be open to the public) to discuss matters pursuant to A.R.S. §§ 38-431.03(A) (1), (2), (3), (4) and (7), as applicable, including to receive legal advice from the Board's attorneys on any matter listed on the agenda, including:**

- a. Discussion and consultation for legal advice with the attorney pertaining to the upcoming Board vacancies and appointment process, as authorized by A.R.S. § 38-431.03(A) (3).
 - b. Discussion and consultation for legal advice with the attorney pertaining to pending legislative actions and potential legislative proposals, including Agenda Item No. 15 as authorized by A.R.S. § 38-431.03(A) (3).
 - c. Discussion and consultation for legal advice with the attorney pertaining to the Cancer Insurance Program actuarial analysis, program changes, and plan design, as authorized by A.R.S. § 38-431.03(A) (3).
 - d. Discussion and consultation for legal advice with the attorney pertaining to actuarial policies and principles, employer contributions, and amortization period of unfunded liabilities and legal action with respect to the City of Glendale, as authorized by A.R.S. §§ 38-431.03(A) (3) and (4).
 - e. Discussion and consultation for legal advice with the attorney pertaining to Request for Hearing, Notice of Claim, and Formal Demand under A.R.S. § 12-821.01 from legal counsel for a group of PSPRS members, as authorized by A.R.S. §§ 38-431.03(A) (3) and (4).
 - f. Discussion and consultation with legal counsel and Staff regarding matters arising from public record requests or subpoenas, and ongoing or threatened legal action or claims involving the Plans or Trust not otherwise referenced, as authorized by A.R.S. §§ 38-431.03(A) (2) and (3).
 - g. Discussion and consultation for legal advice with the attorney pertaining to the DC Plan Education Provider contract, as authorized by A.R.S. § 38-431.03(A) (3).
18. Adjournment.

Persons with a disability may request a reasonable accommodation, such as a sign language interpreter, by contacting Claudia Martinez, Executive Assistant, or Cheryl Cohen, Executive Assistant, at (602) 255-5575. Requests should be made as early as possible to arrange the accommodation.