

Police Retirement System of Kansas City, Missouri and Civilian Employees' Retirement System of the
Police Department of Kansas City, Missouri

Investment Committee Meeting

October 4, 2022

Mr. Pyle called the meeting to order.

Present:

Robert Jones, Member	Robert Woodard, Mariner
Chad Pickens, Member	Jason Hoy, Staff
Wayne Stewart, Member	Jim Pyle, Staff
John Mueller, Member	
Marcia Beard, RVK	
Ryan Sullivan, RVK	

Private Credit Education

Mr. Sullivan and Ms. Beard, from RVK, provided the Investment Committee with a brief overview of the Private Credit asset class. The bulk of the discussion focused on why the IC should learn more about Private Credit, is the asset class usually funded from equities or fixed income, which Private Credit options are not good fits for our asset allocation, and what are the benefits and risks of investing in Private Credit.

The IC will likely revisit the Private Credit education latter the year when more members can attend the IC meeting.

Investment Policy Statement Review

The IC reviewed sample statements from other plan's investment policy statements regarding prudent investor practices. Mr. Pyle will draft options for the IC to consider at the November 10 meeting.

August Investment Performance Analysis

Mr. Sullivan and Ms. Beard, from RVK, said the August capital markets flash report showed negative returns for equities, fixed income and absolute return. The Police plan lost 1.75% net of fees in August and had an ending market value of \$962 million. The Civilian Employees' plan lost 1.76% net of fees and had an ending market value of \$164 million. The target benchmark for both plans lost 2.16%. For the one year and fiscal year periods ending in August, the Police plan and Civilian Employees' plan lost 6.8 % net of fees. The target benchmark for the same time period lost 6%. The Police plan trailed the 7.25% fiscal year to date target by 3.9% while the Civilian Employees' plan trailed the 7.10% fiscal year target by 3.9%.

The next IC meeting will be November 10 following the Retirement Board meeting.