

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

Investment Committee Meeting

May 12, 2022

Mr. Pickens called the meeting to order.

Present:

Scott Hummel, Member	Ryan Sullivan, RVK
Robert Jones, Member	Robert Woodard, Mariner
Chad Pickens, Member	Jenn Best, Staff
Wayne Stewart, Member	Lisa Colclasure, Staff
Web Bixby, Member	Jason Hoy, Staff
John Mueller, Member	Jim Pyle, Staff
Marcia Beard, RVK	

### **Risk Preference Questionnaire**

Mr. Sullivan and Ms. Beard, from RVK, reviewed the results of the Risk Preference Questionnaire which most board members completed for the first time. Mr. Pyle said this was a tool RVK used with the Board when we first went through the asset allocation process in 2013. Ms. Beard said Board member's responses indicated that the Investment Committee (IC) is still relatively risk averse when considering portfolio construction. Board members are comfortable with investments in passive and active managed funds. The IC is also comfortable with continued investments in the following asset classes: real estate, private credit, and hedge funds. The IC is willing to hear more from RVK about less liquid assets that cannot be accessed with less than a 6 month notice or with less than a 3 year notice.

### **Asset Allocation and Asset Liability Review**

Mr. Sullivan reviewed RVK's asset allocation process and recommendations to reduce the expected risk in the portfolio, maintain the current expected return, reduce the equity beta which has been a long term and on-going goal, and to improve the expected return to risk ratio.

Mr. Sullivan also provided an update on Private Credit/Direct Lending as an asset class. The review included an update on both the direct lending market and the White Oak Fixed Income Fund. He also provided the IC with a primer on Private Credit, the characteristics of the asset class along with its risks and benefits.

### **Investment Consultant RFP Update**

Mr. Sullivan and Ms. Beard were excused from the meeting. Mr. Hoy said eight firms had responded with proposals for the Investment Consultant RFP. A subcommittee of the IC had reviewed and scored the proposals and recommended setting up finalist presentations for RVK and Marquette Associates for the week of May 23. The IC concurred with the subcommittee's recommendations.

The next IC meeting is scheduled for June 7 at the Retirement Systems office.