

**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]**

December 10, 2021

Board Members Present

Vivienne Ross

Brian Abbott

Tera Klutz

Bret Swanson

Ryan Locke (on behalf of K. Mitchell,
attended executive session only)

Kelly Mitchell (arrived for public
meeting)

David Frick

Justin McAdam (arrived late)

Michael Pinkham

Guest Presenters

Jeff MacLean, Verus

Brent Banister, Cavanaugh Macdonald

Bill Sarb, RSM US LLP

Tiffany Spudich, Capital Cities

Staff Presenters

Steve Russo, Executive Director

Scott Davis, Chief Investment Officer

Keith Hall, Chief Audit and Risk Officer

Andy Blough, Chief Actuary

Robert Corne, Chief Financial Officer

Steven Barley, Chief Information and
Technology Officer

David Finta, Information Security Officer

Meeting called to order at 9:05 a.m. by Chairman Swanson.

I. Executive Session

A brief Executive Session was held at pursuant to IC 5-14-1.5-6.1(b)(2)(C).

As posted, the Board discussed security system matters as authorized pursuant to IC 5-14-1.5-6.1(b)(2)(C).

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)(2)(C) was discussed.

Public meeting called to order at 10:06 a.m. by Chairman Swanson.

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

II. Approval of Minutes from October 29, 2021, Board of Trustees Meeting

MOTION duly made and carried to approve the Board of Trustees Meeting minutes from the October 29, 2021, Board meeting.

Proposed by: Mike Pinkham
Seconded by: Brian Abbott
Votes: 7 in favor, 0 opposed, 0 abstentions (Justin McAdam was absent)

III. Unfinished Business

A. Administrative Actuarial Assumptions

Andy Blough presented an overview of administrative assumptions. Mr. Blough noted there were no changes to the recommendation or timeline from what was presented at the October 29, 2021 board meeting. Mr. Blough reviewed the estimated timeline and provided a summary of effects.

MOTION duly made and carried to approve the administrative actuarial assumptions, interest rate of 6.25% for retirements on or after October 1, 2022, the mortality tables, and changing the 1977 Fund early retirement factors to 6% per year.

Proposed by: Tera Klutz
Seconded by: Kelly Mitchell
Votes: 7 in favor, 0 opposed, 0 abstentions (Justin McAdam was absent)

IV. Required Business

A. Election of Board Officers

Under Indiana Code 5-10.5-3-7, the Board shall elect a Chair and Vice Chair from its members to serve as officers. Officers shall serve for one year or until the officer's successor is elected and qualified. Mike Pinkham opened the floor for nominations.

MOTION duly made and carried to elect Bret Swanson as Chair and Brian Abbott as Vice Chair of the INPRS Board of Trustees.

Proposed by: Michael Pinkham
Seconded by: Kelly Mitchell
Votes: 7 in favor, 0 opposed, 0 abstentions (Justin McAdam was absent)

B. Annual Independent External Audit Review

Bill Sarb of RSM US LLP and Keith Hall presented the audit results for fiscal year 2021. The responsibility of external auditors and overall results were discussed. Changes in INPRS in 2021 and Investments audit results were reviewed. The

auditors determined that INPRS met all appropriate standards. There were no material weaknesses. INPRS received an unmodified opinion.

C. Annual Defined Contribution (DC) Funds Review

Tiffany Spudich of Capital Cities presented the annual Defined Contribution Funds overview as of October 31, 2021. Ms. Spudich talked about the DC Plan overview, and investment structure framework. Ms. Spudich also provided an overview of each investment fund, including performance and manager due diligence, assessing performance, and investment management fees.

V. New Business

A. Member & Employer Experience Roadmaps

Steven Barley presented Member and Employer Experience Roadmaps. Mr. Barley discussed the member and employer experience strategy, customer experience, customer experience vision and mission, current and future states, and becoming customer-centric. Mr. Barley also talked about the next steps for the Member and Employer Experience and the projected timeline.

B. Financial & Actuarial Update

Robert Corne presented the INPRS financial update to the Board. Mr. Corne gave an overview of the fiscal year to date October 2021 financial results. Mr. Corne talked about net change in investments, expenses, and the fiduciary net position as of October 2021.

Andy Blough provided an actuarial update. Mr. Blough gave an overview of revised funded statuses and Actuarially Determined Contributions (ADCs) as of June 30, 2021 due to an adjustment to the asset values.

C. Investments Update

Scott Davis presented the INPRS investments update to the Board. Mr. Davis provided INPRS's investments highlights and reviewed the INPRS investments portfolio as of October 31, 2021. Mr. Davis also talked about asset allocation, defined benefit performance, and defined contribution funds' performance.

D. Executive Director Report

Steve Russo presented the Executive Director's report. Mr. Russo summarized the Balance Scorecard (BSC) and discussed escalated BSC measures. Mr. Russo noted a Balance Scorecard modification.

VI. Proposed 2022 Board Meeting Schedule

A copy of the proposed 2022 Board Meeting schedule was included in materials provided electronically to Board members.

MOTION duly made and carried to accept the 2022 Board Meeting schedule.

*Proposed by: David Frick
Seconded by: Justin McAdam
Votes: 8 in favor, 0 opposed, 0 abstentions*

VII. Preliminary Agenda for February 18, 2022 Board Meeting

A copy of the preliminary agenda for the February 18, 2022, meeting was included in materials provided electronically to Board members.

VIII. Other business as requested by the Board

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

IX. Adjournment

MOTION duly made and carried to adjourn the December 10, 2021 Board meeting at 12:01 p.m.

*Proposed by: Kelly Mitchell
Seconded by: Mike Pinkham
Votes: 8 in favor, 0 opposed, 0 abstentions*