



**Missouri State Employees' Retirement System
Board of Trustees Meeting
MOSERS Office Building, 907 Wildwood Drive, Jefferson City, MO
www.gotomeeting.com, Meeting ID 729-609-221
September 22, 2022 – 9:00 a.m.
Agenda**

Open Session

- Approval of Minutes (Action)
 - June 15, 2022 Board Educational Conference
 - June 16, 2022 Board of Trustees Meeting
 - July 18, 2022 Board of Trustees Special Meeting
- 2023 Board Meeting Schedule (Action)
- Executive Director Evaluation Criteria for FY23 (Action)
- Adoption of FY24 Contribution Rate (Action)
- Investment Committee Report
 - Adoption of Proposed Proxy Voting Policy (Action)
- Strategic Planning and Governance Committee Report
 - Strategic Plan Update
- Audit Committee Report
- Summary Performance Report
- Investment Risk Report
- Legislative Report
- Director's Comments

Executive Session

Closed session per RSMo 610.021 (1), (3), & (13)

- Approval of Minutes (Action)
 - June 16, 2022 Board of Trustees Meeting
 - July 18, 2022 Board of Trustees Special Meeting
- Legal/Litigation Update
- Personnel

Informational Only

- Defined Contribution Plans Report
- Operations Activity Report

MISSOURI STATE EMPLOYEES' RETIREMENT SYSTEM
BOARD OF TRUSTEES MEETING
REGULAR SESSION MINUTES
MOSERS OFFICE, 907 WILDWOOD DRIVE, JEFFERSON CITY, MO
WITH OPTIONAL CONFERENCE CALL
SEPTEMBER 22, 2022 – 9:00 A.M.

Ms. Crystal Wessing, Mr. Gary Findlay, Mr. Gary Metzger, Ms. Jenny Jacobs, Commissioner Ken Zellers, Rep. John Wiemann, Treasurer Scott Fitzpatrick, Rep. Rusty Black, and Sen. Paul Wieland attended in person. Mr. Joe Keifer and Sen. John Rizzo attended via telephone. Mr. Mike Price, designee of the Treasurer, attended the meeting via telephone as a guest. Ms. Stacy Neal, designee of the Commissioner, attended the meeting in person as a guest.

Attending from MOSERS: Ronda Stegmann, Executive Director; Abby Spieler, Deputy Executive Director/General Counsel; TJ Carlson, Chief Investment Officer; Tyson Rehfeld, Deputy Chief Investment Officer; Scott Hankins, Managing Director – Investment Risk & Operations; Cindy Rehmeier, Manager of Defined Contribution Plans; Jeremy Pond, Chief Financial Officer; Paul Moyer, Chief Technology Officer; Pettina Duenckel, Executive Project Coordinator; Candy Smith, Chief Communications Officer; Lisa Verslues, Human Resources Officer; Lindsey Evers, Internal Auditor; and Melissa Johnson, Board Administrator. Nicki Russell, Chief Auditor; Patrick Morgan, Legal and Compliance Counsel; and Andrea Binkley, Chief Benefits Officer; attended via telephone.

Pat Beckham and Bryan Hoge, Cavanaugh Macdonald Consulting; and Eileen Neill, Verus Investments, attended in person. Tom Litz, Thompson Coburn, attended via telephone.

Attendance roll call was taken.

Mr. Metzger moved to approve the regular session minutes from the June 15, 2022 Board Educational Conference. Mr. Findlay seconded. Motion carried.

Rep. Wiemann moved to approve the regular session minutes from the June 16, 2022 Board Meeting. Mr. Metzger seconded. Motion carried.

Mr. Findlay moved to approve the regular session minutes from the July 18, 2022 Special Board Meeting. Ms. Jacobs seconded. Motion carried.

Ms. Stegmann discussed the proposed 2023 Board meeting schedule. Ms. Jacobs moved to approve the proposed Board meeting schedule as presented. Commissioner Zellers seconded. Motion carried.

Ms. Wessing discussed proposed changes to the FY23 Executive Director performance evaluation criteria. After Board discussion, Mr. Findlay moved to approve the revised FY23 performance evaluation criteria. Rep. Wiemann seconded. Motion carried.

Ms. Beckham and Mr. Hoge presented the MSEP and Judicial Plan annual actuarial valuation reports for the period ending June 30, 2022. The computed employer contribution rate for FY24 for MSEP is 27.26%. The computed employer rate for FY24 for the Judicial Plan is 59.83%.

Mr. Findlay moved to adopt 27.26% as the FY24 employer contribution rate for the MSEP. Mr. Metzger seconded. Motion carried.

Treasurer Fitzpatrick moved to adopt 59.83% as the FY24 employer contribution rate for the Judicial Plan. Mr. Findlay seconded. Motion carried.

Mr. Keifer provided the Investment Committee report. Mr. Carlson and Ms. Neill provided an overview of the Egan Jones Conservative Investor Policy in relation to proxy voting, outlined what investments would be impacted, and discussed proposed language to be included in the Investment Policy Statement. Treasurer Fitzpatrick moved to approve the hiring of Egan Jones as MOSERS proxy voting advisor and to utilize their Conservative Investor Policy. Rep. Wiemann seconded. Motion carried. Rep. Black moved to approve the proposed modifications to the Investment Policy Statement language relative to proxy voting within the portfolio. Mr. Keifer seconded. Motion carried. After the motion, the Board discussed rewording the last sentence of the proposed Investment Policy Statement language to read, "In those circumstances, the System ~~may~~ shall request the third-party managers to exercise voting rights in accordance with the Proxy Voting Policy. ~~but the third party manager will not be required to do so.~~" The Board's intention of this change is to not take away staff's discretion when hiring managers. The language clarification does not require staff to only hire third-party managers that will vote in accordance with our Proxy Voting Policy, but rather hire third-party managers that are in the best economic interest of the System. Treasurer Fitzpatrick moved to amend the previous motion to include the revised language to the proposed Investment Policy Statement changes. Sen. Wieland seconded. Motion carried.

Mr. Metzger provided the Strategic Planning and Governance Committee report. Ms. Stegmann provided an update on the FY23-25 Strategic Plan.

Ms. Jacobs provided the Audit Committee report.

Ms. Neill presented MOSERS 2nd Quarter summary performance report.

Mr. Carlson presented MOSERS 2nd Quarter investment summary report.

Mr. Hankins presented the quarterly risk report.

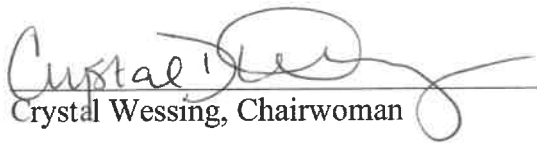
Ms. Stegmann provided the legislative report.

Ms. Stegmann provided an update on the Board election.

In accordance with Section 610.021, RSMo, Mr. Metzger moved to go into executive session for the purpose of approving the minutes, hearing the legal/litigation report, and discussing personnel matters. Mr. Findlay seconded. A roll call vote was taken. Rep. Black, Mr. Findlay,

Treasurer Fitzpatrick, Ms. Jacobs, Mr. Metzger, Sen. Rizzo, Sen. Wieland, Rep. Wiemann, Ms. Wessing, and Commissioner Zellers voted in favor of the motion. Motion carried.

Upon return to open session, Rep. Wiemann moved to adjourn the meeting. Mr. Findlay seconded. Motion carried.


Crystal Wessing, Chairwoman


Ronda Stegmann, Executive Director