



April 16, 2020 HPRS Board Meeting Highlights

The Highlights correspondence is aimed at providing timely information to our membership about HPRS meetings, since board minutes cannot be approved and posted until after the next board meeting. The information provided in this version of Highlights is from the April 16, 2020, HPRS board meeting.

Health Care Funding Committee Update

The health care plan design proposal for services through Medical Mutual of Ohio for 2021-2022 was presented. Additionally, the projected premiums for health care, based solely on the HPRS Cost-Sharing Policy, were discussed. Foster & Foster, the new actuarial consultant for HPRS, participated in the meeting. You are encouraged to attend these meetings to gain a better understanding of the challenges the board faces with providing health care benefits.

Upcoming Events

At this time, to protect the health and wellness of all OSP employees current and retired, the Patrol has temporarily postponed all Division planned retiree events. An updated list will be distributed once new dates are established.

For a complete list of upcoming events and information, check the HPRS website at www.ohprs.org.

Trustee Election

There is one trustee position up for election:

On July 31, 2020, the position currently held by Staff Lieutenant Matthew Them as an employee-member trustee of the retirement board will end. Pursuant to Ohio Administrative Code 5505-9-01, an election will be held to fill the next four-year term, from August 1, 2020 through July 31, 2024. Active employees, including DROP members, vote in this election. Eligibility shall be determined on the first Monday in April of the year of the election. If you retire after this date, you will still vote in the employee election. There will be no election if only one Candidacy Form is returned.

Information will be distributed via Virtual Roll Call for active members the beginning of May. The deadline for HPRS receipt of Candidacy Forms is May 29, 2020.

Total Fund Update

Due to the Coronavirus, the last few months have produced an exceedingly difficult investment environment, resulting in an estimated loss of 10% through April 13th. The 2Q is beginning to see a slight recovery. HPRS assets stand at approximately \$835 million.

Below is a snapshot of HPRS's portfolio as of April 13, 2020:

PORTFOLIO SNAPSHOT: 4/13/2020

| | 2/29/2020 | | Market Adjust. Est. 4/13/20 | | Interim Target | LT Strategic | | Allocation with Pending Changes | |
|---------------------------------|----------------|---------------|-----------------------------|----------------|-------------------|---------------|---------------|---------------------------------|---------------|
| | \$ MM | % | Change | \$1,000s | | Target | Range | \$ MM | % |
| Domestic Equity | \$265.3 | 30.0% | -8.4% | \$243.0 | 29.1% | 30.0% | 30.0% | \$243.0 | 29.1% |
| Large/Mid Cap | \$233.0 | 26.3% | -7.2% | \$216.2 | 25.9% | 25.0% | 25.0% | \$216.2 | 25.9% |
| Small | \$32.3 | 3.6% | -17.0% | \$26.8 | 3.2% | 5.0% | 5.0% | \$26.8 | 3.2% |
| International Equity | \$154.6 | 17.5% | -10.9% | \$137.8 | 16.5% | 18.0% | 18.0% | \$137.8 | 16.5% |
| Developed | \$121.5 | 13.7% | -10.6% | \$108.6 | 13.0% | 14.0% | 14.0% | \$108.6 | 13.0% |
| Emerging Markets | \$33.1 | 3.7% | -11.9% | \$29.2 | 3.5% | 4.0% | 4.0% | \$29.2 | 3.5% |
| Alternatives Investments | \$221.4 | 25.0% | -3.3% | \$214.2 | 25.6% | 25.0% | 25.0% | \$204.2 | 24.4% |
| Absolute Return | \$91.5 | 10.3% | -4.5% | \$87.4 | 10.5% | 9.0% | 7.0% | \$77.4 | 9.3% |
| Private Equity | \$95.6 | 10.8% | 0.0% | \$95.6 | 11.4% | 11.0% | 13.0% | \$95.6 | 11.4% |
| Real Assets | \$34.3 | 3.9% | -9.0% | \$31.2 | 3.7% | 5.0% | 5.0% | \$31.2 | 3.7% |
| Real Estate | \$68.5 | 7.7% | 0.0% | \$68.5 | 8.2% | 7.0% | 7.0% | \$68.5 | 8.2% |
| Fixed Income | \$175.9 | 19.9% | -2.3% | \$171.8 | 20.6% | 20.0% | 20.0% | \$181.8 | 21.8% |
| Core Fixed Income | \$82.3 | 9.3% | 0.0% | \$82.3 | 9.9% | 10.0% | 10.0% | \$82.3 | 9.9% |
| Opportunistic | \$83.0 | 9.4% | -5.0% | \$78.9 | 9.4% | 8.0% | 8.0% | \$78.9 | 9.4% |
| Cash | \$10.6 | 1.2% | 0.3% | \$10.6 | 1.3% | 2.0% | 2.0% | \$20.6 | 2.5% |
| Total Pension | \$885.7 | 100.0% | -5.7% | \$835.3 | 100.0% | 100.0% | 100.0% | \$835.3 | 100.0% |

Estimated Year-to-Date Return (including the above est.): **-10.1%**



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Future Meeting Dates

A Special Board Meeting has been scheduled for May 20, 2020 at 1300 hours, to review the five-year experience study from Foster & Foster. The Health, Wellness, and Disability Committee will meet immediately following the Special Board Meeting. The Health Care Funding Committee meeting will immediately follow the Health, Wellness, and Disability Committee meeting.

Some committee meetings may be canceled from time to time. Please check the HPRS website at www.ohprs.org for the most current meeting dates and times.

If you have questions about HPRS, board meetings, or individual retirement questions, please contact Executive Director Carl Roark at 614-430-3557.