



February 17, 2022 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. Below are the highlights from the February 17, 2022, HPRS Board meeting.

Trustee Election

There are two trustee positions up for election:

On July 31, 2022, the term of Sergeant Christian Niemeyer as employee-member trustee of the retirement board will end and the term of Major (retired) Darryl Anderson as retiree-member trustee will end. Pursuant to Ohio Administrative Code 5505-9-01, an election will be held to fill these seats for the next four-year term, from August 1, 2022 through July 31, 2026. Active employees, including DROP members, vote in the employee-member election and retired members vote in the retiree-member election. Eligibility shall be determined on the first Monday in April of the election year. 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 received for the employee-member election, and only one Candidacy Form is received for the retiree-member election.

Information will be distributed via Virtual Roll Call for active members the beginning of May. Information will be mailed the beginning of May for retired members. The deadline for receipt of Candidacy Forms is May 27, 2022.

2021 Disability Report

Per Ohio Revised Code 5505.181, the HPRS files an annual disability experience report to the Ohio Retirement Study Council. In 2021, a total of nine applications were filed. Six applications were approved for disability retirements (all in-the-line-of-duty), and three applications were pending at the end of 2021. One of those pending applications was approved at the February 17, 2022 board meeting, and two are still pending. The five-year average for the number of disability retirements is 5.8.

Total Fund Update

One of the most important responsibilities of the board is making investment decisions. Investment returns are critical to the viability of our system, as they provide for more than 2/3 of the benefits paid.

The board spends a considerable amount of time working with its investment consultant planning, researching, and discussing ways to enhance our portfolio. Although the final numbers are not complete, the latest report indicates a 14.6% return for 2021. Year-to-date returns show an estimated loss of 3.2% as of February 16th. HPRS assets are currently at approximately \$1.085 billion.

Below is a snapshot of HPRS's portfolio as of February 16, 2022:

HPRS PORTFOLIO SNAPSHOT: 2/16/2022

| | 12/31/2021 | | Market Adjust. Est. 2/16/22 | | | Interim Target | LT Strategic | |
|---------------------------------|------------------|---------------|-----------------------------|------------------|---------------|----------------|---------------|-------|
| | \$ MM | % | Change | \$1,000s | % | | Target | Range |
| Public Equity | \$566.7 | 50.6% | -5.2% | \$537.1 | 49.5% | 50.0% | 51.0% | |
| Global Equity | \$254.0 | 22.7% | -4.8% | \$241.9 | 22.3% | 24.0% | 24.0% | |
| Domestic Equity | \$245.2 | 21.9% | -6.3% | \$229.8 | 21.2% | 20.0% | 21.0% | |
| International Equity (EM, SC) | \$67.5 | 6.0% | -3.0% | \$65.5 | 6.0% | 6.0% | 6.0% | |
| Alternatives Investments | \$287.8 | 25.7% | -0.8% | \$285.5 | 26.3% | 24.0% | 23.0% | |
| Absolute Return | \$99.9 | 8.9% | -2.3% | \$97.6 | 9.0% | 6.0% | 6.0% | |
| Private Equity | \$155.9 | 13.9% | 0.0% | \$155.9 | 14.4% | 14.0% | 13.0% | |
| Real Assets | \$32.0 | 2.9% | 0.0% | \$32.0 | 3.0% | 4.0% | 4.0% | |
| Real Estate | \$70.3 | 6.3% | 0.0% | \$70.3 | 6.5% | 8.0% | 8.0% | |
| Fixed Income | \$195.6 | 17.5% | -2.0% | \$191.8 | 17.7% | 18.0% | 18.0% | |
| Core Fixed Income | \$61.3 | 5.5% | -4.2% | \$58.7 | 5.4% | 6.0% | 6.0% | |
| Opportunistic | \$89.8 | 8.0% | -1.4% | \$88.5 | 8.2% | 9.0% | 9.0% | |
| Cash | \$44.5 | 4.0% | 0.0% | \$44.5 | 4.1% | 3.0% | 3.0% | |
| Total Pension | \$1,120.4 | 100.0% | -3.2% | \$1,084.7 | 100.0% | 100.0% | 100.0% | |

Estimated Year-to-Date Return (including the above est.): **-3.2%**



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Retirement Applications and Survivor Benefits

For the time frame of December 1, 2021 through January 31, 2022, the HPRS board approved two active member retirement applications for age and service, three deferred retirement applications, eight retirements from DROP, and five survivor benefits.

Upcoming Events

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

Future Meeting Dates

On Wednesday, March 16, 2022, committee meetings will start at 1300 hours, starting with the Health, Wellness, & Disability Committee meeting, followed by the Health Care Funding Committee.

On Wednesday, April 20, 2022, committee meetings will start at 1300 hours, starting with the Administration Committee, followed by the Health, Wellness, & Disability Committee, and then the Health Care Funding Committee.

On Thursday, April 21, 2022, beginning at 0900 hours, the Audit Committee will meet, followed by the Investment Committee at 0930 hours, and the Board meeting immediately following.

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 retirement, please contact Executive Director Carl Roark at 614.430.3557.