



## June 15, 2023 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 June 15, 2023, HPRS Special Board meeting.

### **Preliminary Results of the Actuarial Valuation**

Foster & Foster presented the preliminary results of the December 31, 2022 Actuarial Valuation. The board voted to approve a 0% COLA in 2024, increase the employee contribution rate to 14% for 2024, and a 0% allocation to the health care fund for 2023.

### **Trustee Election**

HPRS received one candidacy form by the May 26, 2023 deadline for the employee-member trustee position. Per Ohio Administrative Rule 5505-9-01 (F), if the number of candidates is less than or equal to the number of available board seats, each candidate shall be certified as a trustee without the need for an election.

Trooper Cynthia D. Wilt is officially re-elected as employee-member trustee for the four-year term, August 1, 2023 through July 31, 2027. She will be sworn in at the August meeting.

### **Audit Committee Update**

Rea & Associates conducted an external audit of HPRS's 2022 financial records and issued a clean report. Their audit report is included in the HPRS Annual Comprehensive Financial Report which will be posted to the website by the first of July.

### **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. Year-to-date returns show an estimated gain of 6.4% as of June 13<sup>th</sup>. HPRS assets are currently at approximately \$1.030 billion.

Below is a snapshot of HPRS's portfolio as of June 13, 2023:

## HPRS PORTFOLIO SNAPSHOT: 6/13/2023

	4/30/2023		Market Adjust. Est. 6/13/23			LT Strategic	
	\$ MM	%	Change	\$1,000s	%	Target	Range
<b>Public Equity</b>	<b>\$490.0</b>	<b>48.6%</b>	<b>4.4%</b>	<b>\$511.5</b>	<b>49.6%</b>	<b>48.0%</b>	
Global Equity	\$209.2	20.7%	3.9%	\$217.4	21.1%	22.0%	
Domestic Equity	\$223.2	22.1%	5.4%	\$235.3	22.8%	20.0%	
International Equity (EM, SC)	\$57.6	5.7%	2.3%	\$58.9	5.7%	6.0%	
<b>Alternatives Investments</b>	<b>\$301.1</b>	<b>29.8%</b>	<b>0.0%</b>	<b>\$301.1</b>	<b>29.2%</b>	<b>25.0%</b>	
Absolute Return	\$60.5	6.0%	0.0%	\$60.5	5.9%	6.0%	
Private Equity	\$197.1	19.5%	0.0%	\$197.1	19.1%	15.0%	
Real Assets	\$43.5	4.3%	0.0%	\$43.5	4.2%	4.0%	
<b>Real Estate</b>	<b>\$86.4</b>	<b>8.6%</b>	<b>0.0%</b>	<b>\$86.4</b>	<b>8.4%</b>	<b>8.0%</b>	
<b>Fixed Income</b>	<b>\$131.6</b>	<b>13.0%</b>	<b>-0.3%</b>	<b>\$131.2</b>	<b>12.7%</b>	<b>19.0%</b>	
Core Fixed Income	\$29.7	2.9%	-1.7%	\$29.2	2.8%	6.0%	
Opportunistic	\$59.2	5.9%	0.0%	\$59.2	5.7%	9.0%	
Cash	\$42.7	4.2%	0.4%	\$42.8	4.2%	4.0%	
<b>Total Pension</b>	<b>\$1,009.1</b>	<b>100.0%</b>	<b>2.1%</b>	<b>\$1,030.3</b>	<b>100.0%</b>	<b>100.0%</b>	

Estimated Year-to-Date Return (including the above est.): **6.4%**



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## Retirement Applications and Survivor Benefits

Since the April 20, 2023 board meeting, the HPRS board approved four active member retirement applications for age and service, one deferred retirement application, three retirements from DROP, and four survivor benefits.

## Upcoming Events

For a complete list of upcoming events and information, check the HPRS website at [www.ohprs.org](http://www.ohprs.org).

## Future Meeting Dates

On Wednesday, July 19, 2023, committee meetings will start at 1300 hours, starting with the Health, Wellness, & Disability Committee meeting.

The next scheduled board meeting occurs on Thursday, August 17, 2023 beginning at 0900 hours. This is part of a two-day conference concluding at noon on August 18<sup>th</sup>. Committee meetings will be part of the conference, but they will be conducted as meetings of the full board.

Some committee meetings may be canceled from time to time. Please check the HPRS website at [www.ohprs.org](http://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.**