



## June 20, 2024 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 20, 2024, HPRS Board meeting.

### **Preliminary Results of the 2023 Actuarial Valuation**

Foster & Foster presented the preliminary results of the December 31, 2023 Actuarial Valuation. The board voted to approve a 0% COLA in 2025, keep the employee contribution rate at 14% for 2024, and a 0% allocation to the health care fund for 2024. A Special Committee on COLA was appointed that will research modifications and alternatives to the current benefit.

### **Trustee Election**

HPRS received one candidacy form by the May 24, 2024 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.

Major Matthew Them is officially re-elected as employee-member trustee for the four-year term, August 1, 2024 through July 31, 2028. He will be sworn in at the August meeting.

### **Audit Committee Update**

Rea & Associates conducted an external audit of HPRS's 2023 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 in 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 5.1% as of June 17<sup>th</sup>. HPRS assets are currently at approximately \$1.122 billion.

Below is a snapshot of HPRS's portfolio as of June 17, 2024:

### HPRS PORTFOLIO SNAPSHOT: 6/17/2024

	4/30/2024		Market Adjust. Est. 6/17/24			LT Strategic
	\$ MM	%	Change	\$1,000s	%	Target
<b>Public Equity</b>	<b>\$476.4</b>	<b>43.9%</b>	<b>6.8%</b>	<b>\$508.7</b>	<b>45.3%</b>	<b>48.0%</b>
Global Equity	\$228.6	21.1%	6.2%	\$242.8	21.6%	22.0%
Domestic Equity	\$224.4	20.7%	8.0%	\$242.3	21.6%	20.0%
International Equity (EM, SC)	\$23.4	2.2%	0.9%	\$23.6	2.1%	6.0%
<b>Alternatives Investments</b>	<b>\$334.5</b>	<b>30.8%</b>	<b>0.3%</b>	<b>\$335.6</b>	<b>29.9%</b>	<b>25.0%</b>
Absolute Return	\$56.9	5.2%	2.0%	\$58.0	5.2%	6.0%
Private Equity	\$222.6	20.5%	0.0%	\$222.6	19.8%	15.0%
Real Assets	\$55.0	5.1%	0.0%	\$55.0	4.9%	4.0%
<b>Real Estate</b>	<b>\$82.1</b>	<b>7.6%</b>	<b>0.0%</b>	<b>\$82.1</b>	<b>7.3%</b>	<b>8.0%</b>
<b>Fixed Income</b>	<b>\$192.5</b>	<b>17.7%</b>	<b>1.5%</b>	<b>\$195.4</b>	<b>17.4%</b>	<b>19.0%</b>
Core Fixed Income	\$65.0	6.0%	3.1%	\$67.0	6.0%	6.0%
Opportunistic	\$56.3	5.2%	1.0%	\$56.8	5.1%	9.0%
Cash	\$71.3	6.6%	0.4%	\$71.5	6.4%	4.0%
<b>Total Pension</b>	<b>\$1,085.5</b>	<b>100.0%</b>	<b>3.3%</b>	<b>\$1,121.8</b>	<b>100.0%</b>	<b>100.0%</b>

Estimated Year-to-Date Return (including the above est.): **5.1%**



## Retirement Applications and Survivor Benefits

For the period of April 1, 2024 through May 31, 2024, the HPRS board approved five active member retirement applications for age and service, one deferred retirement application, eight 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 17, 2024, committee meetings will start at 1300 hours, starting with the Health, Wellness, & Disability Committee meeting.

The next scheduled board meeting occurs on Thursday, August 22, 2024 beginning at 0900 hours. This is part of a two-day conference concluding at noon on August 23<sup>rd</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.**