June 2026

HPRS BOARD 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 of the June 25, 2026, HPRS Board meeting.

Preliminary Results of the 2025 Actuarial Valuation

Foster & Foster presented the preliminary results of the December 31, 2025 Actuarial Valuation, as well as the Funding Policy Analysis. The board approved a 2.68% COLA in 2027 for those members who qualify, and the active member contribution rate will remain at 14%. $3.5 million will be allocated to the health care fund.

The board continues to seek legislation that would give them the tools to provide a COLA alternative, when the criteria have not been met to provide a traditional COLA. This legislation is on the agenda for the next Ohio Retirement Study Council meeting.

Health Reimbursement Allowance for 2027

Foster & Foster presented the preliminary results of the December 31, 2025 Other Post Employment Benefits report. Based on 2025 experience and current assumptions, the cash flow projection shows the health care fund is solvent until 2045. The board voted to increase the Pre-Medicare HRA allowance by 12.5%, increasing the base from $800 to $900. The Pre-Medicare surviving spouse benefit will increase to $375 per month. The board voted to increase the Medicare HRA allowance by 13.33% bringing it up to $255 monthly, and the surviving spouse allowance will increase to $127.50 monthly.

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 consultants planning, researching, and discussing ways to enhance our portfolio. Year-to-date returns show an estimated gain of 2.5% as of June 24th. HPRS assets are currently at approximately $1.254 billion.

Below is a snapshot of HPRS's portfolio as of June 24, 2026:

	As of 5/31/26		Market Adjust. Est. 6/24/26			2026
	$ MM	%	Change	$1,000s	%	Target
Public Equity	**$597.5**	**47.2%**	**-2.2%**	**$584.6**	**46.6%**	**45.0%**
Global Equity	$282.4	22.3%	-2.0%	$276.8	22.1%	23.0%
Domestic Equity	$315.1	24.9%	-2.3%	$307.9	24.5%	22.0%
Alternatives Investments	**$282.5**	**22.3%**	**0.0%**	**$282.5**	**22.5%**	**27.0%**
Absolute Return	$34.9	2.8%	0.0%	$34.9	2.8%	0.0%
Private Equity	$194.2	15.3%	0.0%	$194.2	15.5%	20.0%
Real Assets	$53.4	4.2%	0.0%	$53.4	4.3%	7.0%
Real Estate	**$63.1**	**5.0%**	**0.0%**	**$63.1**	**5.0%**	**5.0%**
Fixed Income	**$322.9**	**25.5%**	**0.5%**	**$324.4**	**25.9%**	**23.0%**
Core Fixed Income	$128.4	10.1%	0.4%	$128.9	10.3%	9.0%
Opportunistic	$111.0	8.8%	0.7%	$111.8	8.9%	11.0%
Cash	$83.5	6.6%	0.3%	$83.8	6.7%	3.0%
Total Pension	**$1,266.0**	**100.0%**	**-0.9%**	**$1,254.6**	**100.0%**	**100.0%**

Estimated Year-to-Date Return (including the above est.): **2.5%**

Retirement Applications and Survivor Benefits

For the period of April 1, 2026 through May 31, 2026, the HPRS board approved one active member retirement application for age and service, four retirements from DROP, and five survivor benefits.

Audit Committee Update

Rea is conducting an external audit of HPRS's 2025 financial records, and is preliminarily reporting a clean audit. Rea intends to have the audit report completed and ready for submission by 06/25/2026. Their report will be included in the HPRS Annual Comprehensive Financial Report, which will be posted to the website in July.

Upcoming Events

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

Future Meeting Dates

On Wednesday, July 15, 2026, committee meetings will start at 1300 hours, starting with the Health, Wellness, & Disability Committee meeting.

The next scheduled board meeting occurs on Thursday, August 20, 2026 beginning at 0900 hours. This is part of a two-day conference concluding at noon on August 21st. 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 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.