



# MoDOT & Patrol Employees' Retirement System

## Recap of Board Meeting

### November 20, 2014

#### Board of Trustees

**Joe Carmichael**  
*Chair*

Highways & Transportation  
Commissioner

**Colonel Ron Replogle**  
*Vice Chair*

Superintendent of MSHP

**Major Bret Johnson**  
MSHP Employees'  
Representative

**Senator Mike Kehoe**  
Appointed by the President  
Pro Tem of the Senate

**David Nichols**  
Director of MoDOT

**Rep. Shawn Rhoads**  
Appointed by the  
Speaker of the House

**Kenneth Suelthaus**  
Highways & Transportation  
Commissioner

**Sue Cox**  
MoDOT Retirees'  
Representative

**Todd Tyler**  
MoDOT Employees'  
Representative

**William "Bill" Seibert**  
MSHP Retirees'  
Representative

**Vacant**  
Highways & Transportation  
Commissioner

#### Calendar Year 2015 Proposed Board Meeting Dates

Presenter: Scott Simon, MPERS' Executive Director

The Board approved the proposed Calendar Year 2015 Board Meeting schedule. Please visit the MPERS' website for a schedule of the meetings:

<http://www.mpers.org/default.aspx/MenuItemID/249/MenuGroup/Board+Of+Trustees.htm>

#### Fiscal Year 2014 Year End Audit

Presenter: Mike Oldelehr, Williams-Keepers

Mr. Oldelehr, presented the FY 2014 year end audit report citing a modified and clean audit. The Board accepted the FY 2014 Year-End Audit.

#### Asset Liability Study

Presenter: Mr. Kevin Leonard, NEPC

NEPC used the 2014 projected asset class returns, volatility and correlation assumptions to conduct a formal asset liability study. The System's long term required return on assets is 7.75% and the current allocation is appropriate for this long-term return target. Mr. Leonard recommended no change to the current asset allocation set by the Board in September 2012.

#### Third Quarter 2014 Investment Performance

Presenter: Mr. Will Forde, NEPC

The Total Fund one-year return as of 3rd Quarter is 13.71%, outperforming the benchmark return of 11.01%. The Systems' total fund performance ranks in the upper quartile of the peer universe for all major time periods.

#### Budget Amendment Request

Presenter: Mr. Scott Simon, MPERS' Executive Director

Mr. Simon requested and the Board approved a budget amendment in order to hire PensionGold to produce benefit statements. These statements come at the request of the membership and will provide a summary of all state sponsored benefits enjoyed by MoDOT and the Highway Patrol.

#### Other Business

Mr. Simon recommended, and the Board approved, extending the Actuary (GRS) and Audit (Williams-Keepers) contractions for one additional year.