The information in these meeting minutes is intended to assist Police and Fire Pension members in understanding the activities of the Investment Board. The information is not intended to provide investment or financial advice to any individual or organization and should not be relied upon for that purpose. While we attempt to keep the content accurate we cannot guarantee that all information is current, accurate or complete.

Members present:  Doug McDaniel – Human Resources Director (Board Chairman)  
Becky Ferguson – Mayoral/Council Appointment  
Steve Hubka – Mayoral/Council Appointment  
Greer McCurley – Mayoral/Council Appointment  
Steve Niemeyer – Police Electee  
Matt Franken – Police Electee  
Eric Augustin – Fire Electee

Members Absent:  Guy Pinkman – Fire Electee  
Brandon Kauffman – Finance Director

A quorum is any five Board members.

Human Resources Staff:  Paul Lutomski – Police and Fire Pension Officer

Others present:  Dale Connors, CFA – Ellwood Associates  
Andy Fiegel, CFA – Ellwood Associates

Meeting materials were provided to Investment Board members in electronic format.

Documents:  
The Case for Investment Grade Credit  
Pimco Investment Grade Credit Fund

Doug McDaniel calls the meeting to order at 1:00 p.m. This meeting was held via Zoom. He asks for an attendance roll call.

Dale Connors presents the case for investment grade credit and recommends the sale of $11 million of the JP Morgan Core Bond fund and reinvestment in the Pimco Investment Grade Credit Fund.

Becky Ferguson asks if she is correct that the Pimco fund contains derivatives and for Ellwood’s commentary on the risk given the derivative markets liquidity problems in the 2008 financial crisis.
Dale Connors replies that the federal government’s responses to the market disruptions currently lends confidence that derivative liquidity will not be problematic.

Becky Ferguson comments the Pimco fund is a little longer duration than the JPM fund and asks for comments.

Dale and Andy reply the JPM fund duration is 5.8 years and Pimco is 7.3 years, but that the additional duration should not be problematic under current market expectations.

Greer McCurly ask for an estimate on the return expectation and time frame.

Dale and Andy reply they expect that when spreads normalize, expected in 6-9 months, the return may be in the high single digits.

Doug McDaniel ask if there is any additional discussion. Given none he calls for a motion.

Steve Hubka makes a motion to sell $11 million of the JP Morgan Core Bond Fund and reinvest the proceeds in the Pimco Investment Grade Credit Fund.

Matt Franken seconds the motion.

Doug McDaniel calls for a roll call vote. All members vote in favor.

There being no new business or questions Doug McDaniel adjourns the meeting at approx. 1:20 pm.