

CITY OF LADUE
MINUTES OF THE COMBINED MEETING
OF THE FIREMEN'S AND POLICEMEN'S
PENSION PLAN AND RETIREMENT
PLAN COMMITTEES
Thursday May 2nd, 2019 at 8:00 A.M.

A combined meeting of the Ladue Uniform Pension and the Non-Uniform Pension Plan committees of the City of Ladue was convened at the Ladue Police Department's second floor conference room at 8:00 a.m. on May 2nd, 2019. The following members were present:

Firemen's and Policemen's Pension
Fund Board of Trustees

Chairman Joe Rechter
Mayor Nancy Spewak, Ex-Officio
Mr. William Francis
Lt. Dave Kaiser
Sgt. Greg Stork
Fire Chief Steve Lynn

Retirement Committee Non-Uniformed
Employees Retirement Fund

Chairman Wesley Jones
Mayor Nancy Spewak
Ms. Shelly Benson, Secretary
Mr. Ivan White, Vice-Chairman
Mr. Scot Bollinger

Also present: Sam Zes, Finance Director; Anne Lamitola, Director of Public Works; City Council Member Stacey Kamps; and Tom Latzke and Brian Goding from Marquette

Mr. White moved to approve and adopt the agenda. The motion was seconded by Mr. Bollinger, and the motion was unanimously approved.

Sgt. Stork moved to approve the minutes of the meeting for January 30th, 2019. The motion was seconded by Mr. Bollinger, and the motion was unanimously approved.

Public Forum: None

Mr. Latzke presented the Portfolios' status and investment results for the first quarter 2019 beginning with an economic overview. He stated the 4th quarter GDP was revised down to 2.2% from 2.6% with early forecasts for 1st quarter growth are at 2.3%. The unemployment rate remained at 3.8%, CPI increased 1.5% over the last year with energy prices falling 5% during this time. He also stated based on the 10 year and 3 month spread, the estimated odds of a recession in the next 12 months has spiked to over 27% and the market expects zero Fed rate hikes in 2019 and increasing chances of rate cuts.


Uniform Plan

Asset Allocation: 1.6% Cash Equivalents, 59.9% Equity Investments, 7.9% Defensive Equity, 18.8% Fixed Income Investments, and 11.8% Real Estate Investments. Portfolio vs. Benchmark – Last 3 Months – Ladue 9.1% vs. Benchmark 9.7%; YTD – Ladue 9.1 vs. Benchmark 9.7%; Last 10 Years - Ladue 9.7% vs. Benchmark 11.0%.

Non-Uniform Plan

Asset Allocation: 1.5% Cash Equivalents, 60.1% Equity Investments, 8.0% Defensive Equity, 18.8% Fixed Income Investments, and 11.6% Real Estate Investments. Portfolio vs. Benchmark - Last 3 Months – Ladue 9.1% vs. Benchmark 9.7%; YTD - Ladue 9.1% vs. Benchmark 9.7%; Last 10 Years - Ladue 9.6% vs. Benchmark 11%.

Sgt. Stork moved to adjourn the meeting. The motion was seconded by Mr. White, and the motion was unanimously approved. The meeting adjourned at 8:55 AM.



Mr. Joseph E. Rechter
Chairman
Firemen's and Policemen's Pension
Fund Board of Trustees



Mr. Wes Jones
Chairman
Retirement Committee Non-Uniformed
Employees Retirement Fund