

**MINUTES OF THE
WV CONSOLIDATED PUBLIC RETIREMENT BOARD
ACCOUNTING & INVESTMENT COMMITTEE
MEETING OF AUGUST 21, 2019**

A meeting of the West Virginia Consolidated Public Retirement Board's Accounting & Investment (A&I) Committee was held in the Consolidated Public Retirement Board's (CPRB) Legal Conference Room, 4101 MacCorkle Avenue, SE, Charleston, West Virginia, on Wednesday, August 21, 2019. The meeting was called to order at 9:00 a.m. by Joseph Bunn, Chairman.

Roll call was taken.

Committee Members present:
Joseph Bunn, Esquire, Chair
Mike McKown
Jeffrey Vallet

Committee Members absent:
Mike Hall, *representing Governor Jim Justice*
Diana Stout, Esquire, *representing Treasurer John Perdue*

Others present were:
Jeffrey E. Fleck, CPRB Executive Director
John Galloway, CPRB Chief Financial Officer
Paula Van Horn, CPRB TDC Manager
Nancy Butcher, CPRB Executive Assistant
Mary Beth Daubenspeck, Empower
Chris Meadows, Empower
William Thornton, Empower (via conference call)

A quorum was present.

Due notice had been posted.

Item #1: Approval of Minutes

Mr. Vallet made a motion to approve the minutes of the July 10, 2019 meeting. Mr. McKown seconded the motion. The motion was adopted.

Chairman Bunn reordered the agenda by moving Item #2 to the bottom of the agenda.

Item #3: TDC Revenue Sharing Summary – Quarter ending 6/30/19

Chairman Bunn recognized Paula VanHorn, Manager of the TDC Plan, to give an update on the TDC Revenue Sharing for the quarter ending June 30, 2019. Ms. VanHorn reported that the beginning balance of the Revenue Sharing and Administrative account was \$428,590.47 with 4,177 members. She went on to say that the reallowances processed for the period totaled \$107,874.54 and the TDC Administrative expenses (payable to CPRB) were \$104,275.01, giving an ending balance of \$353,247.76.

Item #4: TDC Weighted Average Returns – Quarter ending 6/30/19

Chairman Bunn recognized Paula VanHorn to give a report on the TDC Weighted Average Returns for the period ending June 30, 2019. Ms. VanHorn stated that there were \$549,649,835 in assets and the weighted average return for the period was 12.53%. She went on to say that the plan had lost 42 participants for the quarter and a total of 125 for the year.

Item #5: TDC Outreach and Reality Investing Update

Mr. Bunn then recognized Chris Meadows of Empower to give an update on the TDC Outreach and Reality Investing. Mr. Meadows reported that since the last meeting his on-site meetings included locations in Jackson, Kanawha, Calhoun and Pleasants counties. He added that those meetings included 18 one on one reviews and 84 phone distribution counselling sessions, for a year to date total of 48 total meetings and 702 plan participants counseled. Mr. Meadows also gave a report on the Empower Retirement Advisory Services Statistics. He reported that as of July 31, 2019, the plan had a total number of 4,115 participant and the total assets were \$547,260,646. Mr. Meadows also reviewed the TDC plan participant engagement calendar. He then answered questions from the committee members.

Item #6: Update on RFP for the TPA for the TDC Plan (Executive Session)

Chairman Bunn stated that he would entertain a motion to go into Executive Session. Mr. McKown made a motion to go into Executive Session to discuss a commercial competition matter as allowed by West Virginia Code §6-9A-4. The motion was seconded by Mr. Vallet. The motion was adopted.

The Committee went into Executive Session at 9:18 a.m.

Chairman Bunn reconvened the Public Session of the August 20, 2019, meeting of the Accounting and Investment Committee from Executive Session at 9:28 a.m.

Chairman Bunn announced the Board was in Executive Session to discuss a commercial competition matter as allowed by West Virginia Code §6-9A-4 and that no decisions were made during Executive Session.

Item #2: TDC Quarterly Investment and Plan Review – June 30, 2019

Chairman Bunn recognized William Thornton of Empower (participating in the meeting via conference call). Mr. Thornton gave a review of the quarterly investments. He stated that growth was up a little as the economy

continues to slow down. He cautioned that there are signs of a recession in the next year to year and a half. He also stated that the past 10 years plus have been the longest economic expansion on record. Mr. Thornton also reviewed the Morningstar Ratings and other fund performance and benchmarks. He then answered questions from the members of the committee.

Chairman Bunn recognized Mary Beth Daubenspeck of Empower who gave the Plan Review. Ms. Daubenspeck reviewed the lifetime income score, participant assets, investment diversity, average participant balance, and others. She also discussed some possible campaigns targeted for people with 10-15 years of service. She then answered questions from the committee members.

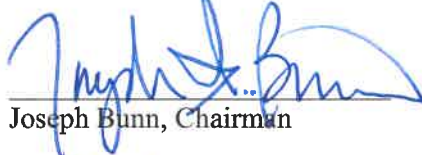
Item #7: Other Business

Chairman Bunn inquired if there was any other business to come before the committee. None was heard.

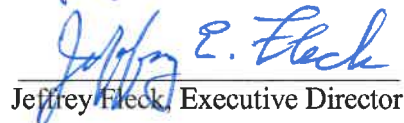
Adjournment

There being no further business to come before the committee, the meeting adjourned at 9:58 a.m.

Respectfully submitted,



Joseph Bunn, Chairman



Jeffrey Fleck, Executive Director