

**FLASH REPORT – Executive Summary
Board of Trustees Meeting
Thursday, January 7, 2021**

The following represents an initial executive summary of the activities of the Board of Trustees of the Municipal Fire and Police Retirement System of Iowa at its recent meeting. The minutes of the meeting will be available at a later date, subsequent to their review and adoption by the Board of Trustees. To inquire or comment, please contact Dan Cassady, MFPRSI Director at (515) 254-9200.

Investment Manager Reports:

Representatives from **Siguler Guff** provided a periodic report to the Board concerning their management of several of MFPRSI's private equity portfolios. The firm's representatives gave a summary of the performance of the funds, as well as an outlook of the market. The representatives indicated that there are no legal or regulatory issues affecting the firm when queried by the Executive Director. The Board, investment consultant, and administration queried the representatives on various matters.

Representatives from **Principal Global Investors** provided a periodic report to the Board concerning the firm's management of a domestic real estate portfolio on behalf of MFPRSI. The Board queried the representatives on issues pertaining to the portfolios and personnel. The representatives indicated that there are no current legal or regulatory issues affecting the firm when queried by the Executive Director.

Consent Agenda and Informational Topics:

The Board reviewed the following Consent Agenda topics:

Minutes and Schedules:

1. Review & Approval of Minutes of Previous Meeting(s)
2. Schedules – Calendars – Contract Summary

Benefit Activity Reports:

1. Communication Program Activity
2. DROP Program Activity Update

Development Program Reports:

1. Legislative Report

The Executive Director discussed the Consent Agenda. A representative from MFPRSI's legal counsel, BrownWinick, discussed draft legislation provided by IPFF.

The Board **moved** to adopt the Consent Agenda.

Investment Program Update: Representatives from Bain Capital made a presentation to the Board of Trustees regarding a Private Credit investment managed by their firm. Representatives from MFPRSI's investment consulting firm, Marquette, discussed the search for a second firm to manage a Private Credit portfolio and made a recommendation regarding private credit commitments.

The Board **moved** to commit \$30 million to Bain Capital Credit Global Direct Lending 2021, subject to successful contract negotiations and due diligence.

Actuarial Experience Study: Representatives from SilverStone Group, MFPRSI's actuary, presented to the Board the results of a ten-year experience study for the period July 1, 2010 through June 30, 2020 for the retirement system. Representatives from MFPRSI's investment consulting firm, Marquette, discussed supplemental information to the actuarial experience study. The Board, actuary, and investment consultant discussed the information provided in the report.

Financial Reports: The Executive Director discussed the Fiscal Year 2021 Budget. The FY 2022 Budget Committee was selected.

Board Inquiries & any Misc. Discussion Items: The Assistant Director/Chief Operating Officer discussed Fiscal Year 2021 goals including member online access and the actuarial assumption review. The Assistant Director/Chief Operating Officer also updated the Board on the steps taken to protect the health and safety of MFPRSI's members and staff due to COVID-19.

Discussion of Legal Matters & Imminent & Pending Litigation Cases: Representatives from MFPRSI's legal counsel, BrownWinick, reported there are no updates to ongoing litigation cases.

Consideration of & Determination on Appeal Case: None.

Investment Program Update (cont.): Representatives from MFPRSI's investment consulting firm, Marquette, made a recommendation regarding MFPRSI's 2021 private equity commitments.

The Board **moved** to commit \$30 million to the Siguler Guff Hawkeye Opportunities Fund to be directed to the Small Buyout Co-Investment.

Investment Performance Report: Representatives from MFPRSI's investment consulting firm, Marquette, reviewed with the Board the current investment market conditions as well as reports of performance for both the retirement system's portfolio and the investment markets as of November 30, 2020. Marquette also discussed with the Board maintaining an investment manager "On-Alert" status due to recent underperformance.

2021 Financial Evaluation Report to Legislature: The Executive Director discussed the final report.

The Board **moved** to adopt the 2021 Financial Evaluation Report to the Legislature.

DROP Investments Recommendation: The Executive Director and Deputy Chief Investment Officer discussed available alternative opportunities for DROP investments to enhance returns.

The Board **moved** to authorize the Administration to establish up to five FDIC-insured accounts outside Wells Fargo for DROP investments.