

The Minutes of the
Meeting of the
Lancaster County Retirement Board
October 14, 2022

The meeting was called to order by Commissioner Ray D'Agostino at 9:00 a.m. in Conference Room 703 at the Lancaster County Offices, 150 North Queen Street.

Members Present: Commissioner Ray D'Agostino, Commissioner Joshua Parsons, Commissioner John Trescot, Treasurer Amber Martin, and Controller Lisa Colón.

Others Present: Pat Wing (Marquette Associates), Pat Mulligan, and Diana Rivera.

Commissioner Trescot moved to approve the August 12, 2022 Retirement Board minutes as circulated. Commissioner Parsons seconded. The motion carried 4 to 0 with 1 abstention. Treasurer Martin abstained as she was not present at the August 12, 2022 meeting.

Controller Lisa Colón presented the Qualified Domestic Relations Order (QDRO) for Christopher Larsen vs. Deborah Larsen dated as ordered August 22, 2022, by the Court of Common Pleas, Judge David R. Workman. Treasurer Martin moved to approve. Commissioner Trescot seconded. The motion carried unanimously.

Pat Wing reviewed the current market environment, the U.S. economy, and U.S. markets.

Mr. Wing presented the Retirement Fund's Performance Update through September 30, 2022. As of September 30, 2022, the Fund was valued at approximately \$337.7 million. The Fund was down approximately -4.2% (net) for the 3rd quarter of 2022. He reviewed the individual managers' performance and cash flow summary.

Controller Colón reviewed the projected operating cash balance for the Retirement Fund. She stated that the operating cash balance was approximately \$1.6 million as of September 30, 2022 and noted the current projected operating cash balance for October 2022 is approximately \$228,000 and will be rebalanced to bring it back to \$1.6 million.

Controller Colón discussed securities litigation / fraud monitoring. A Request for Information (RFI) was issued, and seven firms responded. Controller Colón stated that one of the firms dropped out after not wanting to provide the information in print. After reviewing the information received by the firms, Controller Colón stated that she would be comfortable adding Rigrotsky Law, in addition to keeping Kessler Topaz Meltzer & Check and Chimicles Schwartz Kriner & Donaldson-Smith. Following discussion, Treasurer Martin moved to approve. Commissioner Trescot seconded. The motion carried unanimously.

Controller Colón provided information from Korn Ferry regarding the Actuarially Determined Contribution (ADC) for 2022 reflecting potential changes in assumptions and methods. She stated that the current ADC is \$3.9 million and the current assumption is 7.0%. Following discussion, the Board agreed to keep the current assumption of 7.0%. Commissioner Parsons moved to approve. Commissioner Trescot seconded. The motion carried unanimously.

Controller Colón discussed the 2023 Retirement Board meeting schedule. She recommended having the meetings scheduled quarterly now that the Outsourced Chief Investment Officer (OCIO) model is in place. She also requested moving the November 2023 meeting to the first Friday of the month due to the annual Controllers' Conference being held on the second week of November. Following discussion, Commissioner Trescot moved to approve. Commissioner Parsons seconded. The motion carried unanimously.

As a follow up to the August meeting, Controller Colón discussed the Marquette Associates and Korn Ferry contract renewals. Controller Colón provided draft copies of the contracts from the Solicitors Office to extend the investment consultant contract for one year with Marquette Associates and to add another firm for the securities litigation. She noted that the contract with Korn Ferry will continue if there is no action from the Board. Controller Colón stated that she will have the contracts for Marquette Associates and Rigrotsky Law ready for the Board's signature at the November meeting.

Controller Colón discussed a letter received from Korn Ferry providing information on a cost-of-living adjustment (COLA) for 2023. Controller Colón noted that Board action is required at least every three years, even if the action is to not give a COLA adjustment. She noted the last time the Board took an official vote was November 2021 and that no COLA adjustment was given at that time. The Board will address at the next required review date.

Treasurer Martin moved to adjourn the meeting at 9:47 a.m. Commissioner Trescot seconded. The motion carried unanimously. The next meeting is November 18, 2022, at 9:00 a.m.

Respectfully submitted,

Lisa K. Colón
Secretary