

**UTAH STATE RETIREMENT BOARD
MINUTES OF THE
ADMINISTRATIVE BOARD MEETING
December 10, 2020, 3:00 p.m.
Via Video Conference**

Participated via Video Conference:

Mr. David Damschen, Board President
Mr. Larry Evans, Board Vice President
Mr. Roger Donohoe, Board Member
Mr. Richard Ellis, Board Member
Mr. Ryan Hessenthaler, Board Member
Ms. Laura Houston, Board Member
Mr. Bill Wallace, Board Member

Excused:

Staff Participated via Video Conference:

Mr. Dan Andersen, Executive Director
Mr. Mark Cain, Deputy Executive Director
Mr. Rob Dolphin, Chief Financial Officer
Ms. Liza Eves, Senior Associate General Counsel
Mr. Dee Larsen, General Counsel
Mr. Chet Loftis, PEHP Director
Ms. LuAnn Miskin, Executive Assistant
Mr. Craige Stone, Savings Plans Director

Guests Participated via Video Conference:

Mr. John Masvea, T. Rowe Price Associate, Inc.

Call to Order

President David Damschen called the meeting to order at 3:01 p.m. and welcomed Board members, staff, and guest.

Approval of Minutes

ACTION: Mr. Roger Donohoe moved, seconded by Ryan Hessenthaler, to approve the minutes of the November 11, 2020, Administrative Board Meeting. The motion passed unanimously, 7-0.

ACTION: Mr. Bill Wallace moved, seconded by Mr. Larry Evans, to approve the minutes of the November 17, 2020, Audit/Risk/Insurance Committee Meeting. The motion passed unanimously, 7-0.

ACTION: Ms. Laura Houston moved, seconded by Mr. Richard Ellis, to approve the minutes of the November 19, 2020, Investment Board Meeting. The motion passed unanimously, 7-0.

New Employer – Tremonton City Firefighters’ Fund

The application for Tremonton City to participate in the Firefighters’ Retirement System was reviewed. All eligibility requirements have been met and approval of the application was recommended.

ACTION: Mr. Roger Donohoe moved, seconded by Ms. Laura Houston, to approve Tremonton City as a participating employer in the Firefighters’ Retirement System. The motion passed unanimously, 7-0.

New Employer – TriCounty Health Department

The application for TriCounty Health Department to participate in the Public Employees’ Retirement System was reviewed. All eligibility requirements have been met and approval of the application was recommended.

ACTION: Mr. Ryan Hessenthaler moved, seconded by Mr. Larry Evans, to approve TriCounty Health Department as a participating employer in the Public Employees’ Retirement System. The motion passed unanimously, 7-0.

PEHP Rate Renewals

Mr. Chet Loftis reviewed the PEHP Rate Renewals for Canyons School District and Salt Lake County, effective January 1, 2021. PEHP does not act as the underwriter for these two employers.

- Canyons School District – Medical/Rx 0.0% rate hold
- Salt Lake City County – Medical/Rx 0.0% rate hold

ACTION: Mr. Richard Ellis moved, seconded by Mr. Roger Donohoe, to ratify the Canyons School District and Salt Lake County PEHP Rate Renewals of 0% rate hold for Medical/Rx, effective January 1, 2021. The motion passed unanimously, 7-0.

Retiree Life Program

Mr. Rob Dolphin gave an explanation and update on the Retiree Life Program. The program is currently 80% funded. The reason for the underfunded status is that Milliman has reduced the discount rate over time due to lower yields in the bond market and premiums have not been appropriately modified in response. Finance is working with the Investment team on a corrective plan and are looking at all options to make this fund actuarially sound. Recommendations will be brought to the Board in the near future.

Mr. Bill Wallace moved, seconded by Mr. Ryan Hessenthaler, to move into Closed Session to discuss confidential pending legal and investment matters. The motion and second were withdrawn.

Legislative Overview

Mr. Dee Larsen gave an overview of the upcoming 2021 legislative session and discussed the Retirement and Independent Entities Interim Committee meetings that have taken place during the interim period. URS has initiated one bill that received unanimous approval from the Retirement and Independent Entities Interim Committee, which contains URS' annual administrative and technical amendments to Title 49. Other bills that may directly or indirectly affect URS systems and plans, health insurance, or retirement will be tracked, and Mr. Larsen will update the Board. A Summary of Items in Draft Legislation, "Utah Retirement Systems Amendments" was provided in the Board meeting materials.

At 3:38 p.m., Mr. Bill Wallace moved, seconded by Mr. Ryan Hessenthaler, to move into Closed Session to discuss confidential pending legal and investment matters. The motion passed unanimously, 7-0.

At 3:59 p.m., Mr. Roger Donohoe moved, seconded by Mr. Richard Ellis, to move back into Open Session. The motion passed unanimously, 7-0.

Final Motions/Other Business

Stipulated Order of Voluntary Dismissal 2016-05H

ACTION: Mr. Ryan Hessenthaler moved, seconded by Mr. Roger Donohoe, to approve the Stipulated Order of Voluntary Dismissal 2016-05H as submitted by the Adjudicative Hearing Officer. The motion passed unanimously, 7-0.

Order of Summary Judgment 19-30R

ACTION: Ms. Laura Houston moved, seconded by Mr. Larry Evans, to approve the Order of Summary Judgment 19-30R as submitted by the Adjudicative Hearing Officer. The motion passed unanimously, 7-0.

DC Savings Plans – Plan Documents Update

ACTION: Mr. Bill Wallace moved, seconded by Mr. Richard Ellis, to approve the changes to the 401(k) Plan Document and the 457 Plan Document as presented. The motion passed unanimously, 7-0.

At 4:03 p.m., Mr. Ryan Hessenthaler moved, seconded by Mr. Roger Donohoe, to move into Executive Session to discuss fiduciary matters. The motion passed unanimously, 7-0.

Executive Session

The following were present:

- Board Members Present
- Mr. Dan Andersen

Ms. Laura Houston moved, seconded by Mr. Roger Donohoe, to move back into Open Session. The motion passed unanimously, 7-0. The meeting resumed at 4:17 p.m.

Adjournment

Mr. Roger Donohoe moved, seconded by Mr. Richard Ellis, to adjourn the meeting. The motion passed unanimously, 7-0.

The meeting adjourned at 4:17 p.m.

David C. Damschen, President

Daniel D. Andersen, Executive Director