

# Board Notes

Meeting Summary: May 18, 2022



## Investment Risk Management Report

The Board of Trustees (Board) reviewed the investment performance of the Fund to March 31, 2022. The table below summarises the total annualised Fund return (net of investment manager fees) over the last quarter and one-year period.

Mar 31, 2022	Q1 Return	1Y Return
Total Fund	(3.2%)	4.1%
Benchmark	(3.0%)	5.1%
Value Added	(0.3%)	(1.0)

Underperformance compared to benchmark in the first quarter was driven by performance in equities and real assets. The market value of Fund assets decreased by approximately \$336 million in the first quarter of 2022 bringing the total value of the Fund to \$9.34 billion at March 31, 2022.

## Governance and Administration Report

The Board reviewed and discussed a report outlining the governance and administration activities undertaken by the Plan's Administration since the last meeting. This report included information about member information webinars and attendance statistics, indicating strong participation and satisfaction rates.

Administration advised that member statements for all active and deferred members have been distributed.

## Asset Liability Study

The Board received a presentation from the SHEPP Investments team and representatives from Aon. As risk and return assumptions, risk tolerance, and the profile of the Plan change over time, asset-liability studies need to be conducted periodically to ensure the Plan's asset mix remains in an optimal range and considers the asset mix in conjunction with the Plan's liabilities and projected contribution levels.

## Strategic Plan Update

The Board received an update on the five-year rolling strategic plan which was approved by the Board in December 2021.

## Other Items

The Board also:

- Reviewed and approved the following:
  - Draft 2021 Financial Statements and Audit Findings; and
  - Draft 2021 Annual Report.
- Reviewed the following policies:
  - Procurement Policy;
  - Individual Exclusions from Plan Participation Policy;
  - Personal Information Policy; and
  - Conduct of Board Meetings Policy.
- Received the following:
  - Q1 2022 Financial Results;
  - Funding Risk Management Report; and
  - An updated 2022 Board Work Plan.

The annual meeting of the Board of Trustees will be held June 22, 2022 and the next regular Board meeting will be held on September 21 & 22, 2022.