

**POLICE AND FIREFIGHTERS' PENSION BOARD  
REGULAR BOARD MEETING  
888 South Andrews Avenue, Suite 202  
Fort Lauderdale, FL 33316  
Wednesday, September 14, 2022, 12:30 P.M.**

**Board Members**

Ken Rudominer, Chair	P
Richard Fortunato, Vice Chair	P
Scott Bayne, Secretary	P
Jim Naugle, Trustee	P
Jeff Cameron, Trustee	P
Dennis Hole, Trustee	P
Derek Joseph, Trustee	P

**Also Present**

Lynn Wenguer, Executive Director	Fred Nesbitt, Communications Director
Alexandra Goyes, Deputy Director	Kyle Campbell, CAPTRUST
Katherine Alvarez, Administrative Assistant	Susan Grant, Assistant City Manager/Director of Finance
Robert Klausner, Board Attorney	Joe Furey, Constitution Capital Partners

**ROLL CALL/CALL TO ORDER**

The meeting was called to order at 12:30 p.m. Roll was called and a quorum was determined to be present.

**MINUTES:**

**Regular Meeting: August 10, 2022**

Chair Rudominer wished to clarify that the motion made regarding Waycross last month referred to liquidating Intech and funding Waycross with those funds. They had also discussed increasing the funding to Waycross in the future by taking from other funds, but this was not included in the motion.

Mr. Klausner advised Board members to ratify liquidation of the Intech account and put \$32 million in Waycross. He said the action taken at the last meeting was solely to liquidate Intech and put that \$32 million into Waycross.

**Motion** made by Mr. Naugle, seconded by Mr. Joseph to approve the Board's August 10 meeting minutes. In a voice vote, motion passed unanimously.

Mr. Bayne left the room at 12:39

**Motion** made by Mr. Joseph, seconded by Mr. Hole, to ratify liquidating approximately \$32 million from Intech, investing that in Waycross. In a voice vote, with Mr. Bayne out of the room, motion passed 6-0.

**NEW HIRES:**

Chair Rudominer welcomed the new hires.

**BENEFITS:**

<b>FIRE DEPT:</b>	<b>New Retiree:(DROP Termination):</b>	David Beckwith Jesse T Carr Shannon Grant
	<b>Service Retirement:</b>	Jeffrey Pezone
	<b>Vested Retirement:</b>	John S Jones
	<b>DROP Retiree:</b>	Scott Wright Mathew J Schaefer Stacey L Parrish
	<b>Member Termination:</b>	Joseph De Angelo Jake Frew Adrian Contreras
<b>POLICE DEPT:</b>	<b>New Retiree:(DROP Termination):</b>	Paul D. Cristafaro Andrew R. Pallen Joseph M Genna
	<b>DROP Retiree:</b>	Yvette M Martinez Geoffrey L Shaffer
	<b>New Beneficiary:</b>	Sandra Terlizzese Valerie Funkey Charlotte Langley
	<b>Member Termination:</b>	Jonathan Norman Joseph A. Medina III
	<b>Retiree Death:</b>	Robert Lutes
	<b>Survivor Death:</b>	Eileen M. Gren

Ms. Wenguer clarified that Mr. Christofaro's DROP date was Aug 14, 2014, not August 4, 2014.

**Motion** made by Mr. Fortunato, seconded by Mr. Joseph, to approve payment of the benefits as stated. In a voice vote, with Mr. Bayne out of the room, the motion passed 6-0.

**BILLS:**

<b>Klausner, Kaufman</b>	\$3,500.00
<b>Klausner, Kaufman</b>	\$1,200.00
<b>Dr. Domingo Delgado-Garcia</b>	\$1,200.00

Mr. Bayne returned at 12:41.

**Motion** made by Mr. Hole, seconded by Mr. Fortunato, to approve payment of the bills as stated. In a voice vote, the motion passed unanimously.

**COMMENTS FROM PUBLIC/ INPUT FROM ACTIVE & RETIRED  
POLICE OFFICERS & FIREFIGHTERS:**

None

**CAPTRUST:**

Kyle Campbell

**Monthly Investment Review**

Mr. Campbell said they were still underweight in equity and overweight to value, which had held up better than growth. Growth was down 25% and value was down 9-12%. The managers were holding very well, with Dodge and Cox in the top 10% of active managers for the year-to-date period. Real estate was continuing to gain from inflation.

Mr. Campbell remarked on the impact the Russian invasion of Ukraine was having, especially in Europe, and said the U.S. would hold up better. He thought the portfolio had been positioned better to weather the current conditions than traditional allocations.

Chair Rudominer asked about real estate and Mr. Campbell reported industrial real estate and residential multifamily were not slowing down, but he felt office buildings were a toss-up. He was still anticipating positive marks for the next quarter in real estate. Private credit had also been doing well. As of Friday, the portfolio balance was \$1,087,189,140. They were still positive quarter-to-date.

Mr. Campbell had sent some potential revisions to the IPS that would provide additional flexibility per last month's Board discussion. This would only affect Waycross and William Blair. Ms. Wenguer suggested putting this on next month's agenda for Board discussion.

Mr. Campbell did not recommend any changes at this time. Chair Rudominer noted they anticipated an influx of cash in October.

**ATTORNEY'S REPORT**

Robert Klausner

Mr. Klausner reported they had been appointed lead plaintiffs in the Select Quote case, along with the City of West Palm Beach Police Pension Fund. The case was now proceeding to discovery.

Mr. Klausner said he needed to meet with Ms. Grant and the City regarding the age-47 provision in the existing plan. He suspected this would need to be negotiated before the ordinance was adopted.

Mr. Hole asked about the Waycross insurance issues and Mr. Klausner stated he had reviewed the contract and they had agreed on what was needed. He confirmed the fee was 45 basis points. Ms. Wenguer later clarified that the fee was 45 basis points on first \$100 million and 35 basis points on the balance.

#### **COMMUNICATION DIRECTOR'S REPORT**

Fred Nesbitt

Mr. Nesbit reported the FPPTA school was coming up in a couple of weeks. The retirement planning seminar was scheduled for this Friday at City Hall.

Mr. Nesbit had noticed that the Houston City plan had a return for the year of 0.1% but the Oregon State Employees plan had a return of over 3%. In both cases, the plans had invested 29-38% in Private Equity.

#### **EXECUTIVE DIRECTOR'S REPORT:**

##### Trustee Training Program

Chair Rudominer said they needed to decide if they would carry the trainee indefinitely. He recalled his initial objection to the program was that even if a member were certified, he/she may not win an election. He favored a training program for trustees after they were elected.

Mr. Bayne said this was a great program to get people up to speed but he struggled with the long-term expense.

Mr. Hole said the concept was great and a succession plan was needed. He asked Mr. Nesbitt if a trustee would need to repeat certification if he/she had attended the sessions but not taken the test. Mr. Nesbitt confirmed that one must take the test to be certified. That certification must be maintained with continuing education. Chair Rudominer said they could amend the program to indicate that the State program might be more appropriate for a new trustee.

Mr. Bayne noted there were different ways to get the CEUs needed for certification.

Chair Rudominer suggested they enforce Section 5 and every time a trainee asked to attend a program, the Board would evaluate the request.

##### Travel Reimbursement Discussion

Ms. Grant said City policy was if a meal was provided at an event, they should carve out the reimbursement for that meal. She noted the City paid the expenses and added that it was not difficult to make those adjustments. Ms. Grant was concerned about the optics.

She suggested the policy could be rewritten to indicate a daily rate instead of specifying meals.

**Pension Payroll**

Ms. Wenguer reported the conversion process had started. She thought the members would be happy with the new service. Northern Trust was confident they could meet the January 1, 2023 live date. Ms. Wenguer said she had not argued about the \$5,000 conversion fee.

**PENDING ITEMS:**

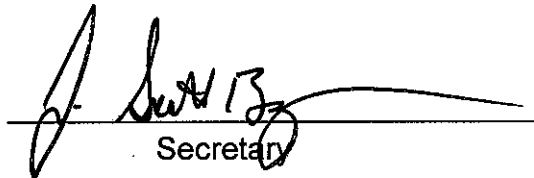
**New Business:**

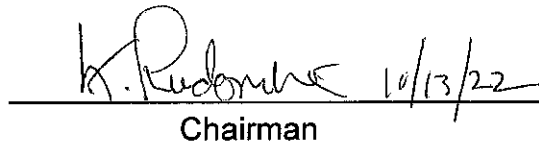
Mr. Bayne brought up Ed Duncan, and Ms. Wenguer said Mr. Duncan had assumed he did not need to do anything but had recently come in to sign his paperwork.

**Old Business:**

Schedule A

There being no further business to come before the Board at this time, the meeting was adjourned at 1:30 p.m.

  
Secretary

  
Chairman

Any written public comments made 48 hours prior to the meeting regarding items discussed during the proceedings have been attached hereto.