

**POLICE AND FIREFIGHTERS' PENSION BOARD  
REGULAR BOARD MEETING  
888 South Andrews Avenue, Suite 202  
Fort Lauderdale, FL 33316  
Wednesday, March 12, 2025, 12:30 PM**

**Communication to the City Commission**

1. By a 6-1 vote, the Board accepted the -64-basis point return for the fourth quarter of 2024 [with 95% reporting].

**Board Members**

Ken Rudominer, Chair	P
Derek Joseph, Vice Chair	P
Scott Bayne, Secretary	P
Jeff Cameron, Trustee	P
Scott Moseley, Trustee	P
Dennis Hole, Trustee	P
John Morale, Trustee	P

**Also Present**

Lynn Wenguer, Executive Director  
Alexandra Goyes, Deputy Director  
Robert Klausner, Board Attorney  
Linda Short, Finance Director

**ROLL CALL/CALL TO ORDER**

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

**MINUTES:**

**Regular Meeting: February 12, 2025**

**Motion** made by Mr. Moseley, seconded by Mr. Hole to approve the Minutes of the Board's February 12, 2025 meeting. Motion passed unanimously.

**NEW HIRES:**

Chair Rudominer welcomed the new hires.

**BENEFITS:**

<b>FIRE DEPT:</b>	<b>New Retiree:(DROP Termination):</b>	Sebastian C. Tuff
	<b>DROP Retiree: (Updated)</b>	Garret Pingol
	<b>Retiree Death:</b>	Alfred Epper Jr
<b>POLICE DEPT:</b>	<b>New Retiree:(DROP Termination):</b>	Rafael E. Bouyett
		Somar K. Lapekas
		Todd T. Hill
	<b>DROP Retiree:</b>	Paul Brown

**Self-Directed DROP Retiree:**  
**Vesting:**  
**Member Termination:**  
**Retiree Death:**  
**Survivor Death:**

Jeffrey D. Newman  
Ashley Schemtob Hill  
Anfernie Mercedes  
Douglas W. Dixon  
Peggy Krudup

Ms. Wenguer said Garret Pingol had a max-cap buyout, not a purchase of prior service.

Board members and Ms. Wenguer discussed the effect of the self-directed DROP funds leaving the Plan and reporting. Mr. Klausner stated if numbers change between the reports included with the agenda and the actual, they could include an item on the next agenda for ratification of a DROP reconciliation.

**Motion** made by Mr. Joseph, seconded by Mr. Hole, to approve payment of the benefits as stated. Motion passed unanimously.

**BILLS:**

<b>Aristotle</b>	\$65,548.74
<b>Klausner, Kaufman</b>	\$3,500.00
<b>Neil H. Edison, MD</b>	\$3,500.00
<b>Foster &amp; Foster</b>	\$3,291.00
<b>Milliman</b>	\$2,050.00

**Motion** made by Mr. Hole, seconded by Mr. Moseley, to approve payment of the bills as presented. Motion passed unanimously.

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

None

**CAPTRUST:**

Kyle Campbell

**Quarterly Investment Review:**

Board members were provided hard copies of the presentation.

Mr. Campbell provided the update. He said 95% of firms had reported and discussed the returns. He recommended waiting until the end of the fiscal year, September 30, to accept the final return, since that affected more than month-to-month. He noted that with 95% reporting, they were at -64 basis points instead of -1%, which was still in the top third of investment funds. He said they would not receive final numbers from Providence or Taurus for a couple of weeks and he would be comfortable making a recommendation to accept the -64 basis points as the return for the quarter. At the end of the fiscal year, they could accept the final return once all returns were in. Ms. Wenguer noted they were holding back 15% of the 175 funds. The DROP was easier because they were providing

3% on the last quarter, which was the minimum they would get, and they would make it up when the return was confirmed.

Ms. Wenguer stated they would accept the rate of return 45 days after the quarter's end, except the end of the fiscal year when they would wait no more than 75 days, when all returns were in.

Mr. Campbell anticipated Taurus would be up 8% for the quarter and Capital Dynamics would be flat or up based on preliminary reports.

Mr. Campbell recommended accepting the -64 basis points going forward [with 95% reporting].

**Motion** made by Mr. Cameron. Seconded by Mr. Hole, to accept the -64-basis point return for the fourth quarter 2024 [with 95% reporting]. Motion passed 6-1 with Mr. Moseley opposed.

Ms. Wenguer said any change would affect those who terminated employment, mostly firefighters in the 175 funds.

Mr. Campbell then provided a portfolio update. The portfolio was currently at \$1,192,000,000, and he stated it was flat for the quarter and year-to-date. The index was down 36 basis points. He noted how diversification was protecting the portfolio.

Looking forward, Mr. Campbell admitted it would be easier to anticipate the next five to seven years rather than the next five to seven months, considering the impact American tariffs and reciprocal tariffs could have. Currently, the S&P 500 was down 5%; small caps/mid-caps were down approximately 7%; internationals were up 6% to 7% and bonds were positive. Mr. Campbell said since inception in 1995, the portfolio had returned 7.13% per year, net of all fees with yearly returns ranging from -10% to +16%.

Mr. Campbell then reviewed individual managers. He stated they were not considering adding managers. Chair Rudominer requested differentiating between private credit and private debt on the spreadsheet.

Mr. Campbell described the pacing model and their rationale. He explained to Mr. Moseley how they would measure performance. Mr. Klausner asked how investing in Taurus Fund III while already in Fund II would line up with their concentrations regarding a single manager or strategy. Mr. Campbell agreed with Chair Rudominer that the amount was so small it would not push against the collar. Mr. Campbell said getting the Taurus investment to \$20-\$25 million would be in keeping with their target in private equity. He anticipated funds they received back from Entrust could fund the additional private equity investment.

**Motion** made by Mr. Hole, seconded by Mr. Joseph, to invest an additional \$15 million in Taurus Fund III. Passed 7-0.

Mr. Campbell had modeled a potential 20% portfolio decline and the impact on private markets.

Mr. Campbell discussed their current private credit investment, which had a 7.5% target, and said when they receive funds back from Capital Dynamics they should modestly increase their Bloomfield and Churchill investments. He recommended increasing Bloomfield by 7.5% now and more at the end of 2026. They should do the same with Churchill.

**Motion** made by Mr. Joseph, seconded by Mr. Bayne to invest an additional \$7.5 million with Bloomfield. Passed 7-0.

Mr. Campbell said they wanted to ensure diversification in private markets.

Mr. Hole noted the purpose of this pacing model was to consistently optimize capital deployment and manage risk, which Mr. Campbell would fully monitor, to ensure that if the market went bad, they would not be overexposed and would achieve their long-term targets.

Mr. Campbell provided an update on best practices for fiduciaries regarding the self-directed DROP. He stated they were fulfilling their fiduciary standards by monitoring the funds and offering enough options. Mr. Bayne requested reports on the overall performance of the self-directed DROP accounts. Ms. Wenguer would request a custom report from Mission Square.

#### **ATTORNEY'S REPORT**

Robert Klausner

Mr. Klausner said the Affiliated contract was ready for Ms. Wenguer's signature and she should have Taurus's contract soon.

#### **Ordinance Re-write**

Mr. Klausner said he was in the process of drafting a memorandum of the collective emails between himself and Acting City Manager Susan Grant when they came to an agreement on the language of the ordinance that could be provided to the right person to move this along.

#### **Securities Litigation**

Mr. Klausner had provided the list Mr. Hole requested. He said they had recently settled Emergent BioSolutions. He noted he did not see what the individual cases yielded. The money came directly from the claim's administrator, but he would request it. He confirmed that he reviewed every case that came in to determine if it was worth it to participate.

Regarding the Ryan forfeiture, Mr. Klausner said someone from his office had spoken with the Assistant State attorney who handled the case. Mr. Klausner's office had been unable to get the internet service records. [Mr. Ryan's benefits could be denied if he had been using a work phone or work internet connection while committing the crime.] The Assistant State Attorney had confirmed that the underlying effective crime had occurred while Mr. Ryan was waiting in the parking lot of a doctor's office, using his personal phone, so there was no nexus to the job. Mr. Klausner would request written confirmation from the State Attorney's office.

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

Fred Nesbitt

Mr. Nesbitt was absent.

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

##### **Executive Director's GERS Service**

Mr. Klausner, Ms. Short, and Ms. Wenguer provided an overview of the situation for new Board members. Ms. Short reminded Ms. Wenguer she must direct her transfer by March 31.

**Motion** made by Mr. Bayne, seconded by Mr. Joseph, to amend the prior agreement to use the annual numbers provided. Passed 7-0.

##### **Status of Police Member for Self-Directed DROP**

Ms. Wenguer said the officer had withdrawn the request.

##### **CapTrust Evaluation Review**

Chair Rudominer did not like the form and Ms. Wenguer agreed to work on it.

Chair Rudominer said he had met Brian Schroeder, a representative of a company that performed investment consultant reviews: OCIO Monitor. Board members agreed to hear a presentation, in person or via Zoom. Mr. Moseley requested the Board discuss hiring a Chief Investment Officer. Chair Rudominer thought now that the portfolio had reached \$1.2 billion, they were at an inflection point to change from a consultant model to a CIO model. He thought OCIO Monitor could help them decide whether to hire a CIO. Mr. Klausner reminded the Board that per statute, they must have an independent consultant review performance every three years.

##### **Other Items**

Ms. Wenguer reported new employee Tenisha would start on April 14.

Ms. Wenguer discussed the issue with getting incorrect overtime calculations from payroll. Ms. Short thought there was disagreement between overtime that was pensionable and overtime that was not. She stated the 22 overtime codes must be reviewed.

**PENDING ITEMS:**

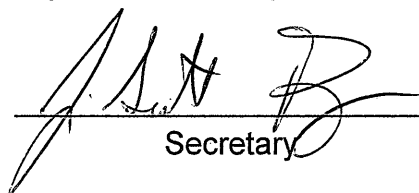
**New Business:**

None

**Old Business:**

**Schedule A**

There being no further business to come before the Board at this time, the meeting was adjourned at 2:44 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.