



## ***Police Officers' Retirement Fund***

***Shawn Thompson, Chairman***

***Pat Bradley, Secretary***

***Bryan Ball, Trustee***

***Stephanie Taylor, Trustee***

***Rodney Randle, Trustee***

### **MINUTES OF MEETING POLICE PENSION BOARD FEBRUARY 10, 2021**

The trustees of the Police Pension Plan met this date.

#### **Members Present:**

Shawn Thompson

Stephanie Taylor

Rodney Randle

Pat Bradley

#### **Members Absent:**

Bryan Ball

#### **Others Present:**

John Austin, Pensacola Police Lieutenant

Sheri Coverman, Robbins, Gellar, Rudman & Dowd, LLP (by Teams meeting)

Laura Stein, Robbins, Gellar, Rudman & Dowd, LLP (by Teams meeting)

Jason Palma, DePrince, Race and Zollo (by Teams meeting)

Kurt Wood, DePrince, Race and Zollo (by Teams meeting)

Tracy Musser, Thompson, Siegel and Walmsley (by Teams meeting)

Matt Soule, Thompson, Siegel and Walmsley (by Teams meeting)

Tyler Grumbles, AndCo Consulting (by Teams meeting)

Mike Stebbins, Police Pension Board Attorney (by Teams meeting)

Gary Leuchtman, Pension Attorney (arrived at 9:30 a.m.)

Amy Lovoy, Fund Administrator

Richard Barker, Jr., Deputy City Administrator (by Teams meeting)

Chris Johnson, Digital Media Specialist

Cheryl Jackson, Payroll & Retirement Manager

Alexandra Daily, Assistant to Finance Director

The meeting was called to order by Chairman Thompson at 9:00 a.m. Chairman Thompson stated there was a quorum present.

Mr. Bradley made a motion to allow Pensacola Police Lieutenant John Austin to make a request of the Police Pension Board on behalf of the Fraternal Order of the Police out of order from the Police Pension Board's agenda. Mr. Randle seconded the motion and it passed unanimously.

Lieutenant Austin requested the use of the Police Pension Board's actuary for union negotiations. He stated that the Fraternal Order of Police will assume responsibility for all bills incurred regarding this matter.

After some discussion, Ms. Taylor made a motion to allow the Fraternal Order of the Police to use the Police Pension Board's actuary for union negotiations provided the Fraternal Order of the Police assumed responsibility for all bills incurred regarding this matter. Mr. Randle seconded the motion and it passed unanimously.

Mr. Bradley made a motion to reelect Mr. Rodney Randle as the 5<sup>th</sup> member of the Police Pension Board. Ms. Taylor seconded the motion and it passed unanimously.

Mr. Randle made a motion to approve the minutes of the November 10, 2020 meeting. Mr. Bradley seconded the motion and it passed unanimously.

Kurt Wood and Jason Palma with DePrince, Race & Zollo were in attendance by Teams meeting and gave a brief history of the firm and investment philosophy for the Large Cap Value Fund. Mr. Palma stated the total account return for the quarter ending December 31, 2020 was 23.38 percent (gross of fees). The one year return was negative 0.52 percent (gross of fees) and the five year return was 11.07 percent (gross of fees). The total value of the fund is \$26,972,336.

The report from DePrince, Race & Zollo is on file.

Tracey Musser and Matt Soule with Thompson, Siegel and Walmsley were in attendance by Teams meeting and gave a brief history of the firm and investment philosophy for the International Large Cap Fund. Ms. Musser noted that she would be leaving the firm and Mr. Soule would be replacing her. Mr. Soule stated the total account return for the quarter ending December 31, 2020 was 17.47 percent (net of fees). The one year return was 6.82 percent (net of fees) and the five year return was 6.38 percent (net of fees).

The report from Thompson, Siegel and Walmsley is on file.

Tyler Grumbles with AndCo Consulting provided a report on quarterly performance by Teams meeting. Mr. Grumbles stated the total value of the Fund was \$127,634,731.00 as of December 31, 2020 and the return for the period ending December 31, 2020 was 11.60 percent (net of fees). Mr. Grumbles added that the Portfolio's total return for the one year was 15.38 percent (net of fees) and the five year return was 11.61 percent (net of fees).

Mr. Grumbles then reviewed the Police Officers' Pension Plan Investment Policy Statement with the Police Pension Board.

After some discussion, Ms. Taylor made a motion to accept the changes as presented on the Police Officers' Pension Plan Investment Policy Statement. Mr. Bradley seconded the motion and it passed unanimously.

Next, Mr. Grumbles presented the Addendum to Statement of Investment Policy for the Wells Fargo Asset Management-Heritage Growth Broad Large Cap Growth to the Police Pension Board.

After some discussion, Ms. Taylor made a motion to accept the Addendum to Statement of Investment Policy for the Wells Fargo Asset Management-Heritage Growth Broad Large Cap Growth. Mr. Bradley seconded the motion and it passed unanimously.

The report from AndCo Consulting is on file.

Mike Stebbins informed the Police Pension Board that he would be retiring as of June 30, 2021.

Mr. Stebbins then introduced Sheri Coverman and Laura Stein from Robbins, Geller, Rudman & Dowd, LLP. Ms. Coverman and Ms. Stein then proceeded to give a presentation regarding portfolio monitoring offered by their firm.

After some discussion, Ms. Taylor made a motion to have the Robbins, Geller, Rudman & Dowd, LLP send over their portfolio monitoring agreement for Mr. Stebbins to review. Mr. Randle seconded the motion and it passed unanimously.

Amy Lovoy noted that since Mr. Stebbins would be retiring, an attorney search would be in order. She advised the board that they could do a RFP for an attorney search or interview Gary Leuchtman, the current attorney for the General and Fire Pension Boards.

After a brief discussion, the Police Pension Board agreed that they preferred to have a local attorney and proceeded to interview Gary Leuchtman.

Mr. Leuchtman then proceeded to introduce himself and had an interview with the Police Pension Board.

After some discussion, Ms. Taylor made a motion to appoint Mr. Leuchtman as the new Police Pension attorney effective July 1, 2021. Mr. Bradley seconded the motion.

After some additional discussion, Ms. Taylor amended her motion to appoint Mr. Leuchtman as the new Police Pension attorney effective July 1, 2021 subject to review of his contract. Mr. Randle seconded the motion and it passed unanimously.

Mr. Randle made a motion to approve the following invoices for the period ending December 31, 2020:

- DePrince, Race & Zollo, Inc. in the amount of \$32,367.00
- Integrity Fixed Income Management, LLC in the amounts of \$17,013.73 and \$2,160.92
- Wells Capital Management in the amount of \$37,331.34
- AndCo Consulting in the amount of \$10,000.00
- Michael Stebbins in the amount of \$405.00

Ms. Taylor seconded the motion and it passed unanimously.

Chairman Thompson noted the following information items:

- Statement of Changes to Cash Balances for November 2020, December 2020 and January 2021
- Correspondence from Integrity Fixed Income Management, LLC

There being no further business to come before the Board, the meeting was adjourned at 10:33 a.m.

  
Amy Lovoy  
Fund Administrator