

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 28, 2022

The trustees of the Police Pension Plan met this date.

Members Present:

Shawn Thompson
Pat Bradley
Stephanie Taylor
Rodney Randle
Bryan Ball

Members Absent:

None

Others Present:

Kerry Richardville, AndCo Consulting (Teams Meeting)
Yvette McLellan, Deputy Finance Director (Teams Meeting)
Gary Leuchtman, Board Attorney
Zach Starr, Attorney
Drew Ballard, Foster and Foster
Michelle Madril, Administrative Assistant II
Amy Lovoy, Plan Administrator
Cheryl Jackson, Payroll & Retirement Manager
Alexandra Daily, Assistant to Finance Director (Teams Meeting)

The meeting was called to order by Chairman Thompson at 12:34 p.m. Chairman Thompson stated there was a quorum present.

Mr. Ball made a motion to approve the minutes of the November 10, 2021 meeting. Mr. Randle seconded the motion and it passed unanimously.

Kerry Richardville with AndCo Consulting provided a report on quarterly performance by Teams meeting. Ms. Richardville stated the total value of the Fund was \$141,098,947.00 as of December 31, 2021 and the return for the quarter period ending December 31, 2021 was 3.51% (net of fees). Ms. Richardville added that the Portfolio's total return for the one year period ending December 31, 2021 was 13.30% (net of fees), the three year return for the period ending December 31, 2021 was 16.65% (net of fees) and the five year return was 12.33 percent (net of fees).

The report from AndCo Consulting is on file.

Gary Leuchtman advised the Board that the City of Pensacola Police Officers' Retirement Plan will not be appointed as lead plaintiff in the ON24 matter. Mr. Leuchtman did note that the Plan will still be able to make a claim if the case concludes successfully.

Mr. Randle made a motion to approve the following invoices for the period ending December 31, 2021:

- Allspring in the amount of \$42,187.31
- DePrince, Race & Zollo, Inc. in the amount of \$35,151.00
- Integrity Fixed Income Management, LLC in the amounts of \$19,058.47 and \$2,479.10
- Leuchtman Law in the amount of \$3,523.00

Mr. Bradley seconded the motion and it passed unanimously.

Ms. Taylor made a motion to approve the following Notices of Pension:

Kristin Holly Brown
Type of Pension: DROP
Effective Date: 1.10.22
Annual Pension: \$69,074.88
Monthly Pension: \$5,756.24

Marsha L. Underwood
Type of Pension: Widow
Effective Date: 2.11.22
Annual Pension: \$50,303.52
Monthly Pension: \$4,191.96

Bruce E. Martin
Type of Pension: DROP
Effective Date: 2.21.22
Annual Pension: \$71,158.80
Monthly Pension: \$5,929.90

Mr. Bradley seconded the motion and it passed unanimously.

Ms. Taylor made a motion to approve the Police Officers' retirement Fund Plan Summary. After some discussion, Mr. Bradley seconded that motion and it passed unanimously.

Chairman Thompson noted the following information items:

- Statement of changes to cash balances for November 2021, December 2021 and January 2022
- Correspondence from DePrince, Race & Zollo, Inc.

Drew Ballard arrived at 1:02 p.m.

Mr. Drew Ballard, Foster & Foster, presented the Actuarial Valuation Report for Fiscal Year ending September 30, 2021. He stated that the City's contribution for Fiscal Year 2021 will be \$3,244,067 which has decreased by \$707,218 since last year. The total unfunded liability is \$20,674,568 as of October 1, 2021. During the fiscal year ending September 30, 2021, the market value of assets have increased by \$22,428,166 to \$134,152,805 while the liabilities increased by \$705,465 to \$140,251,882. The Funded Ratio of the Plan is now 85.3%.

After some discussion, Mr. Bradley moved that the Police Pension Board accept the actuarial report. Ms. Taylor seconded the motion and it passed unanimously.

Mr. Ballard also reviewed a letter from Foster & Foster requesting that their fees for services be increased as proposed effective October 1, 2022.

After some discussion, the Board decided to table the Foster & Foster fee increase request until the next meeting.

After some discussion regarding the rate of return for next year, Ms. Taylor made a motion to make a declaration of our expected rate of return for the next year, next several years and the long term thereafter of 7.125% into perpetuity. Mr. Ball seconded the motion and it passed unanimously.

There being no further business to come before the Board, the meeting was adjourned at 1:37 p.m.


Amy Lovoy
Fund Administrator