

Firefighters' Relief and Pension Fund

Samuel A. Horton, Chairman

Jeff Wilmoth, Secretary

Jerri Barnes, Trustee

Joseph McCombs, Trustee

**MINUTES OF THE MEETING
FIRE PENSION BOARD
MAY 12, 2021**

The trustees of the City of Pensacola Firefighters Pension Fund met this date.

Members Present:

Samuel A. Horton, Chairman
Jeff Wilmoth
Joseph McCombs (By Teams Meeting)
Veronica Dias

Members Absent:

None

Others Present:

Chris Johnson, Network Engineer
Michelle Madril, Administrative Assistant II (By Teams Meeting)
Richard Russo, Help Desk Technician
Larry Cole, Burgess Chambers & Associates (By Teams Meeting)
David Hulme, Advent Capital Management (By Teams Meeting)
Earl Denney, Integrity Fixed Income (By Teams Meeting)
Greg Gosch, Sawgrass Asset Management, LLC (By Teams Meeting)
Marty LaPrade, Sawgrass Asset Management, LLC (By Teams Meeting)
Steve Loncar, Ceredex Value Advisors (By Teams Meeting)
Anthony Xuereb, Polen Capital (By Teams Meeting)
Roland Cole, Polen Capital (By Teams Meeting)
Gary Leuchtman, Attorney
Amy Lovoy, Finance Director
Yvette McLellan, Deputy Finance Director
Richard Barker, Jr. Deputy City Administrator (By Teams Meeting)
Cheryl Jackson, Payroll and Retirement Manager
Alexandra Daily, Assistant to the Finance Director (By Teams Meeting)

Chairman Horton called the meeting to order at 2:18 p.m. Chairman Horton stated that

there was a quorum present.

Mr. Steve Loncar, Ceredex Value Advisors, addressed the Board and reviewed the portfolio's quarterly performance for the period ending March 31, 2021. He also stated the quarterly return for the period ending March 31, 2021 was 9.34%, the one-year return for the period ending March 31, 2021 was 58.18%, the three-year return for the period ending March 31, 2021 was 12.46% and the five-year return for the period ending on March 31, 2021 was 13.07%. All returns are gross of fees. The report for Ceredex is on file.

Mr. Anthony Xuereb and Roland Cole, with Polen Capital addressed the Board and reviewed the portfolio's quarterly performance for the period ending March 31, 2021. Mr. Cole stated the total value of the portfolio as of March 31, 2021 was \$15,551,621. Mr. Cole also stated the quarterly return for the period ending on March 31, 2021 was 1.66%, the one-year return for the period ending on March 31, 2021 was 56.38%, the three-year return for the period ending on March 31, 2021 was 25.31% and the five-year return for the period ending on March 31, 2021 was 21.14%. All returns are net of fees. The report for Polen Capital is on file.

Mr. Earl Denney with Integrity Fixed Income Management, LLC addressed the Board and provided a review of the quarterly performance for the fixed income portfolio for the period ending March 31, 2021. Mr. Denney stated the total value of the portfolio as of March 31, 2021 was \$18,098,609.17. Mr. Denney also stated the total return for the quarter ending March 31, 2021 was negative 1.43%. He stated that the total return for the one-year return period ending on March 31, 2021 was 5.7% and the total return for the three years ending on March 31, 2021 was 4.69%. All returns are net of fees. The report for Integrity Fixed Income Management, LLC is on file.

Mr. Greg Gosch and Mr. Marty LaPrade, with Sawgrass Asset Management addressed the Board and provided a review of quarterly performance for the diversified large growth equity portfolio for the period ending March 31, 2021. Mr. LaPrade stated the total value of the portfolio was \$7,436,375 as of March 31, 2021, and the total return for the quarter ending March 31, 2021 was 4.17%. He stated the total return for one-year period ending on March 31, 2021 was 48.39%, the three year return for the period ending on March 31, 2021 was 19.40% and the total return for the five-year return for the period ending on March 31, 2021 was 16.50%. All returns are net of fees. The report for Sawgrass Asset Management is on file.

Mr. David Hulme, Advent Capital Management, LLC, addressed the board and provided a review of quarterly performance for the convertible bonds for the period ending March 31, 2021. Mr. Hulme stated that total return for the quarter ending March 31, 2021 was 5.77%. The one-year return for the period ending on March 31, 2021 was 56.89%, the three-year return for the period ending on March 31, 2021 was 20.67% and the annualized five year return for the period ending on March 31, 2021 was 16.91%. All returns are net of fees. The report for Advent Capital Management, LLC is on file.

Mr. Wilmoth made a motion to approve the following payment of invoices for management fees for the period ending March 31, 2021:

- Advent Capital Management in the amount of \$20,714.67
- Baron Capital Management in the amount of \$27,354.99
- DePrince Race & Zollo in the amount of \$17,271.00
- Garcia Hamilton & Associates in the amount of \$6,358.95
- Integrity Fixed Income Management in the amount of \$11,234.00
- Polen Capital in the amount of \$24,925.20
- Sawgrass in the amount of \$9,955.01
- SSI Investment Management in the amount of \$20,472.00
- Wedge Capital Management in the amount of \$9,968.15
- Burgess Chambers & Associates, Inc. in the amount of \$12,500.00
- Foster & Foster in the amount of \$29,846.00
- Leuchtman Law in the amount of \$6,936.00

Ms. Dias seconded the motion and it passed unanimously.

Mr. McCombs made a motion to approve the Lum Sum Distribution for Nathan English. Ms. Dias seconded the motion and it passed unanimously.

Mr. McCombs made a motion to approve to following pension:

Sheila A. Harp
Type of Pension: Widow
Effective Date: 2.26.21
Monthly Pension: \$2,417.24
Annual Pension: \$29,006.88

Ms. Dias seconded the motion and it passed unanimously.

Mr. McCombs made a motion to approve the Death Allowance for Jay Harp.

Ms. Dias seconded the motion and it passed unanimously.

Mr. Larry Cole, Burgess Chambers & Associates, addressed the Board and provided a review of quarterly performance for the Fund for the period ending March 31, 2021. He stated the total value of the Fund as of March 31, 2021 was \$144,610,329.00 and the total return for the quarter ending March 31, 2021 was 3.6%. Mr. Cole stated that the total return for the one-year period ending on March 31, 2021 was 44.0%. the total return for the five-year period ending on March 31, 2021 was 12.3% and the total return for the five years ending on March 31, 2021 was 11.3%. All returns are net of fees. Mr. Cole then reviewed the performance of each of the money managers. The report for

Minutes of Meeting
Fire Pension Board
May 12, 2021
Page Four

Burgess Chambers Associates is on file.


Mr. Leuchtman stated that at the last meeting the Fire Pension Board approved the Engagement Agreement for Portfolio Monitoring with Robbins Geller Rudman & Dowd, LLP. He stated that he received the first report this month which he passed around to the Fire Pension Board. He noted that there was only one active case at this time that affects the Fire Pension Board which is Peloton.

Mr. Leuchtman also noted that the Florida's legislative session just ended. He stated that there were several bills introduced relating to public pension funds, but most of them died. Mr. Leuchtman noted that only one bill passed and it just really effected contribution rates to FRS.

The following information items were noted:

- a. Statement of changes to cash balance for February 2021, March 2021 and April 2021
- b. Memorandum – Fire Pension Cost of Living Increase
- c. Correspondence from Integrity Fixed Income Management
- d. Regions Class Action Proceeds in the amount of \$155.09
- e. ISS SCAS – Securities Class Action Services
- f. SunTrust Bank Trust Check in the amount of \$239.47

There being no further business to come before the Board, the meeting was adjourned at 3:52 p.m.


Amy Lovoy
Fund Administrator