

Winter Park Firefighter's Pension Trust Fund

Quarterly Meeting

August 6, 2020 at 4:00 P.M.

Members:

Engineer Garry Mitchell, Chairman
Wayne Kalish, Trustee
Tony Gray, Trustee
Mike Clifford, Trustee

Attendees:

Pedro Herrera Attorney
Burgess Chambers, BCA
Jeffrey Templeton, Administrator
Bryan Templeton, Assistant Administrator
This meeting was held via Zoom

Call to order:

Chairman, Garry Mitchell, called the meeting to order at 4:03 P.M.

Approval:

A motion was made by Mike Clifford and seconded by Wayne Kalish to approve the minutes from May 7, 2020 and the quarterly billing for April-May-June 2020. All were in favor.

No Public Input

Quarterly Report:

Burgess Chambers, BCA, gave the Investment Summary Report:

- For the quarter, the Plan earned \$7.0 million or +13.0% (+12.9% net) - achieving the strategic model (+13.0%). The top three performing asset categories were: large-cap growth (+27.8%), mid-cap growth (+25.8%) and small-cap (+25.5%).
- Fiscal year-to-date, the Plan earned \$2.4 million or +3.3% (+3.0% net). With the strong equity performance during July, results were closer to +6.0%, as of July 27.

- For the one-year period, the Plan earned \$3.0 million or +4.5% (+4.1% net), behind the strategic model (+5.6%). The top three performing asset categories were: large-cap growth (+25.3%), convertibles (+16.2%) and large-cap core (+11.1%).
- For the three-year period, the Plan was up \$10.1 million or +6.2% (+5.8% net), ranking in the top 49th percentile.
- For the five-year period, the Plan earned \$14.7 million, averaging +5.8% (+5.4% net) per year - trailing the strategic model (+6.0%).
- For the 10-year period, the Plan averaged +8.0% per year. 4 Winter Park Firefighters Pension Plan Total Fund Manager Commentary June 30, 2020
- Westwood's large-cap value product was behind the benchmark for the quarter (+13.1% vs. +14.3%) but outperformed for the fiscal year-to-date (-7.6% vs. -10.1%, top 46th) and one-year periods (-3.6% vs. -8.8%, top 32nd). Three and five-year results ranked in the top 24th and 27th percentiles, respectively.
- SSI's convertible bond product was ahead of the benchmark for the quarter (+23.0% vs. +24.2%, top 26th). One-year results fell behind the benchmark (+14.2% vs. +15.7%) but ranked in the top 37th percentile. The product averaged +8.2% per year for the last five years. This product is compared to a benchmark that contains lower quality names and securities with limited liquidity. The \$3 million allocation to the Convertibles SPDR product has performed better than SSI.
- American Funds EuroPacific significantly outperformed the benchmark for the quarter (+22.9% vs. +15.1%) and fiscal year-to-date period (+5.2% vs. -3.8%), ranking in the top 23rd and 26th percentiles, respectively. One-year results (+3.7% vs. -4.7%) ranked in the top 24th percentile.
- ARA American Realty and Barings private real estate's combined results beat the benchmark for all periods. This asset category adds income stability. However, pressure on valuations is anticipated to impact returns during the next several quarters.
- The TIPS allocation beat the core bond portion for the one and three-year periods.

A motion was made by Garry Michell and seconded by Mike Clifford To contact both ARA American Core Realty (\$1,716,837) and Baring Core Properties Fund (\$1,768,470) to find out the process to start the redemption of each fund. All were in favor.

Pedro Herrera, Attorney, Report:

The Board was advised that Governors' Executive order 20-179 temporarily suspended certain quorum conditions requiring the physical presence of the board's quorum at a physical location that was accessible to the public.

Summarized the guidelines on CARES/FFCRA to help plans thru COVID-19.

Proposed Ordinance for Secure Amendment.

A motion was made by Tony Gray and seconded By Garry Mitchell to approve the Proposed ordinance for the Secure Amendment, and to have an impact study then send it to the city. All were in favor.

All Form1's are completed by the Trustees.

All Seminars have been canceled for the remainder of the year.

Jeffrey Templeton, Pension Administrator

The proposed administrative budget for Oct 1, 2020 thru Sept 30, 2021 was given to the Board.

A motion was made by Tony Gray and seconded by Garry Mitchell to approve the proposed administrative budget for Oct 1, 2020 thru Sept. 30, 2021. All were in favor.

Garry Mitchell attended his last meeting as Chairman of the Fire Pension Board, he will retiree 30 September 2020. He will be greatly missed.

Old Business:

None

New Business:

None

Adjournment:

Chairman, Garry Mitchell, adjourned the meeting at 5:06 P.M.

Respectfully Submitted,

Lt. Stuart Merrick, Vice Chairman/Secretary