

**Winter Park Police Officers' Retirement System**  
**Quarterly Meeting**  
**2 November 2017**  
**6:00 P.M.**

Member: Lt. Kevin Roesner, Chairman  
Scott Williams, Vice-Chairman  
William Deuchler, Trustee  
James Johnson, Trustee

Attendees: Scott Christiansen, Attorney  
Burgess Chambers, BCA  
Jeff Templeton, Administrator  
Bryan Templeton  
Wes Hamil – Finance Director

Chairman Kevin Roesner called the meeting to order at 6:07 P.M.

A motion was made by William Deuchler and seconded by James Johnson to accept the minutes of the meeting dated 3 August 2017 and Quarterly Financial Report for July-August-September 2017 .

All were in favor.

Burgess Chambers gave Investment Summary Report:

The investment program continues to emphasize the use of passive or index products across the spectrum of domestic equities and

fixed-income. Industry use of passive solutions continues to attract institutional assets.

· For the quarter, the Fund earned \$1.6 million or +3.5% (+3.4% net), ahead of the strategic model (+2.6%). The top three performing categories were: passive international (+6.9%), passive small-cap core (+5.7%), and passive large-cap core (+4.5%).

· For the one-year period, the Fund earned \$5.2 million or +12.0% (+11.6% net), ahead of the strategic model (+9.4%). The top

three performing categories were: passive small-cap core (+20.8%), passive international (+20.6%) and passive large-cap core

(+18.6%). Diversification into small and mid-cap equities was beneficial, along with a modest over-weight to international and deemphasizing bonds.

· For the five-year period, the Fund earned \$17.0 million, averaging +8.5% (+8.2% net) per year – ahead of the strategic model

(+7.9%) and the actuarial assumed rate of return (+7.75%).

· The Fund deposited the state contribution in the amount of \$296,917 on September 1st. The funds were earmarked to cover upcoming expenses & benefit payments.

#### Manager Reviews

1. Westwood's large-cap value product was ahead of its benchmark for the quarter (+4.1% vs. +3.1%), one-year (+17.9% vs. +15.1%), three-year (+10.2% vs. +8.5%) and five-year periods (+13.8% vs. +13.2%). Rankings for all periods were about average, except for

the three-year period which ranked in the top 30th percentile.

2. Advent's convertible bond product achieved the benchmark for the quarter (+3.7%), but trailed for all other periods.

3. American Funds EuroPacific beat its benchmark for all periods and rankings were above average.

4. Westwood's MLP product beat the Alerian MLP index for all periods.

5. Barings Core Property exceeded the benchmark for the quarter (+2.5% vs. +1.9%) and one-year period (+8.3% vs. +7.7%), while

American Core Realty's results were in line with the benchmark for the quarter (+1.9% vs. +1.9%) and one-year period (+7.5% vs.

+7.7%). As a bond substitute, private real estate's combined return of +2.2% for the quarter was well ahead of bond's +0.8% return.

Old/ New Business:

None

Scott Christiansen, attorney, gave his report:

Dates for meeting and times for 2018

2-1-18

5-3-18

8-2-18

11-1-18

All meeting will be at 4:00 pm

Chairman Roesner advised there is no movement on the 7-year DROP program at this time from the city but he will keep checking.

Operating rules and procedures have been updated for the Police Pension fund.

A motion was made by Kevin Roesner and seconded by William Deuchler to accept the new Operating rules and procedures manual for the Police pension fund. All were in favor.

A motion was made by William Deuchlar and seconded by Kevin Reosner to accept the Plan Summary Description of 2017. All were in favor.

Kevin Roesner adjourned the meeting at 6:46 P.M.

Respectfully submitted,

Sgt. S. C. Williams

Sgt. Scott Williams, Secretary