

City of Gulfport Police Pension Fund

Minutes: Meeting of April 24, 2014

1. CALL TO ORDER

Rob Burkhart called a meeting of the Board of Trustees for the Gulfport Police Pension Fund to order at 3:15 PM. Those persons present included:

TRUSTEES

Rob Burkhart
Josh Stone
Wes Whittaker

OTHERS

Scott Baur & Pam Nolan, Resource Centers
Jack Evatt, The Bogdahn Group
John Hamilton, Dana Investment Advisors
Scott Christiansen, Christiansen & Dehner

2. PUBLIC COMMENT

There were no public comments.

3. APPROVAL OF MINUTES

The Trustees reviewed the Minutes for the meeting of January 23, 2014.

Wes Whittaker made a motion to approve the Minutes of January 23, 2014 as submitted. Rob Burkhart seconded the motion, approved by the Trustees 3-0.

4. INVESTMENT REPORTS

Dana Investment Advisors (John Hamilton)

John Hamilton provided an overview of the market, which ended very positive for the quarter ending March 31, 2014. The active managers had a difficult quarter relative to the benchmark. John Hamilton explained that Dana tends to be sector neutral with respect to investments in the portfolio managed on behalf of the Pension Fund. He then reviewed the characteristics of the holdings in the portfolio.

The manager believes that the economy is beginning to accelerate. Europe is finally beginning to show stronger signs of recovery, and the automobile industry is operating a close to full capacity as well. Housing starts are beginning to increase, and the United States is becoming less dependent on foreign energy.

Quarterly Investment Report (Jack Evatt, Bogdahn Group)

Jack Evatt reported on the markets, which had a strong quarter apart from the emerging markets. The Pension Fund had assets of \$8,139,169 as of March 31, 2014. The plan also rebalanced assets at the end of the prior quarter. The portfolio had a net return of 1.4% for the quarter ending March 31, compared to a 1.77% gain for the benchmark. Mr. Evatt attributed the underperformance to the erratic returns produced by Rockwood. He explained the investment strategy implemented by the manager, and he recommended that the Board consider a replacement for the strategy. He noted that Rockwood hurt the overall performance of the plan assets, even though the manager oversees only 15% of the portfolio. Mr. Evatt advised that the plan would not bear a substantial cost to transition the

portfolio to another manager. The Board agreed to the manager search, so Mr. Evatt will bring a search for possible replacements to the next meeting.

For the fiscal year through March 31, the plan had a net returns of 7.03% compared to a 7.01% return for the benchmark. Mr. Evatt reviewed the recommended updates to the Investment Policy, including the target allocations and the new mandate for global fixed income. He also made formatting changes to the updated Policy.

Rob Burkhart made a motion to approve the revised Investment Policy. Wes Whittaker seconded the motion, approved by the Trustees 3-0.

Josh Stone retained the revised Investment Policy.

5. ATTORNEY REPORT (Scott Christiansen, Christiansen & Dehner)

Mr. Christiansen reminded the Trustees that they must file the annual Form 1 financial disclosure form by July 1. He updated the Board regarding pending legislation, as the current session in Tallahassee draws to a close. At this point, he does not expect any major bills to pass that will impact the plan.

6. ADMINISTRATOR REPORT (Scott Baur & Pam Nolan, Resource Centers)

Mr. Baur explained that Pam Nolan had decided to leave his team of plan administrators, but he would still attend future meetings himself.

Pam Nolan clarified the process that she would use to submit the Annual Report to the Division of Retirement.

7. PLAN FINANCIALS

The Trustees reviewed the Warrant for payment of invoices.

Josh Stone made a motion to approve the Warrant dated April 24, 2014.

The Trustees had no benefits to approve for the meeting.

Josh Stone made a motion to approve the Benefit Approvals as amended. Wes Whittaker seconded the motion. The motion passed 3-0.

8. OTHER BUSINESS

The Board had no other business to discuss.

9. NEXT MEETING

The Trustees previously set the schedule for the next regular quarterly meeting on Thursday, July 24, 2014 at 3:00 PM.

10. ADJOURNMENT

There being no further business, Wes Whittaker made a motion to adjourn the meeting at 4:00 PM. Josh Stone seconded the motion, approved by the Trustees 3-0.

Respectfully submitted,

Josh Stone, Secretary