

**VILLAGE OF  
PALM SPRINGS POLICE OFFICERS' PENSION FUND  
MINUTES OF MEETING HELD  
August 2, 2022**

A meeting was called to order at 10:32 A.M. at Village Hall in Palm Springs, Florida. Those persons present were:

**TRUSTEES**

Tim Conboy  
Jan Hansen  
Sean Grant

**OTHERS**

Bonni Jensen, Attorney  
Margie Adcock, The Resource Centers  
Jennifer Gainfort, AndCo Consulting  
Doug Rua, Participant

**PUBLIC COMMENTS**

There were no public comments.

**MINUTES**

The Board reviewed the minutes of the meeting held May 3, 2022. A motion was made, seconded and carried 3-0 to approve the minutes of the meeting held May 3, 2022.

**INVESTMENT MONITOR REPORT**

Jennifer Gainfort appeared before the Board. She reviewed the market environment for the period ending June 30, 2022. She stated that it was a tough quarter. There were a lot of challenges in the quarter. Inflation is still very high which led to the Fed continuing to raise rates. There were two additional rate hikes with a 50 basis point increase in May and a 75 basis point increase in June. There was also another 75 basis point increase in July. The Fed is very aggressive as inflation is still high. Unemployment is still low so that is why the market is not technically in a recession. There is still some strength in the overall market. Ms. Gainfort stated that small cap fared the worst for the quarter. International outperformed domestic equities in the quarter. Europe continues to be negatively impacted with the ongoing war between Russia and Ukraine. Value significantly outperformed growth across the board in the quarter. July was a strong market. Things have come back in the last month but there is still a lot of volatility.

Ms. Gainfort reported on the performance of the Fund for the quarter ending June 30, 2022. The total market value of the Fund as of June 30, 2022 was \$36,666,647. The asset allocation was 54.4% in domestic equities; 8.4% in international; 19.3% in domestic fixed income; 3.9% in global fixed income; 14.0% in real estate; and 0.0% in cash. The total portfolio was down 10.97% net of fees for the quarter ending June 30, 2022 while the benchmark was down 11.17%. The total equity portfolio was down 16.12% for the quarter while the benchmark was down 16.23%. The total domestic equity portfolio was down 16.34% for the quarter while the benchmark was down 16.70%. The total international portfolio was down 14.65% for the quarter while the benchmark was down 13.54%. The total fixed income portfolio was down 3.19% for the quarter while the benchmark was down 3.75%. The total domestic fixed income portfolio was down 1.97%

for the quarter while the benchmark was down 2.93%. The total global fixed income portfolio was down 9.09% for the quarter while the benchmark was down 6.97%. The total real estate portfolio was up 2.98% for the quarter while the benchmark was up 4.37%.

Ms. Gainfort reviewed the performance of the individual manager portfolios. The JP Morgan Disciplines portfolio was down 16.14% for the quarter while the S&P 500 was down 16.10%. The Parnassus Core portfolio was down 15.29% for the quarter while the S&P 500 was down 16.10%. The Vanguard Mid Cap Index portfolio was down 16.96% for the quarter while the Russell Mid Cap Index was down 16.85%. The Vanguard Total Stock Market portfolio was down 16.84% for the quarter while the Russell 3000 benchmark was down 16.70%. The EuroPacific Growth portfolio was down 14.65% for the quarter while the benchmark was down 13.54%. PIMCO Diversified Income was down 9.09% for the quarter while the benchmark was down 6.97%. The Garcia Hamilton portfolio was down 1.97% for the quarter while the benchmark was down 2.93%. The Principal portfolio was up 2.98% for the quarter while the NCREIF was up 4.37%.

Ms. Gainfort stated that long term she thinks the portfolio looks fantastic. There is no reason to panic. She recommends her clients remain patient. Long term the portfolio is still in a good position. The market is going to see some more volatility. She thinks long term the markets will come back.

### **ATTORNEY REPORT**

Bonni Jensen appeared before the Board. Ms. Jensen provided a Memorandum regarding the IRS Mileage Rate for the final six months of 2022 dated July 2022. She noted that effective July 1, 2022 the mileage rate has been increased to 62.5 cents per mile for the final six months of 2022.

### **ADMINISTRATIVE REPORT**

Ms. Adcock presented the Board with the benefit calculations and election approvals for Jan Hansen, David Dameron, and Robert Perez. It was noted that since Mr. Hansen is a Trustee he cannot approve his own benefit. This will need to be put again on the next agenda for approval when there are three other Trustees in attendance as three affirmative votes are needed. A motion was made, seconded and carried 3-0 to approve the benefit calculations and election approvals for David Dameron and Robert Perez.

Ms. Adcock presented the disbursements. A motion was made, seconded and carried 3-0 to pay all listed disbursements.

The Board was provided with a letter dated July 13, 2022 regarding the cost of living amount effective October 1, 2022. It was noted that the retirees will receive a 3.0% cost of living adjustment effective October 1, 2022.

Ms. Adcock presented a draft administrative expense budget for fiscal year 2023 that is required by Section 175.061(8)(a)2, Florida Statutes. The Board reviewed the draft budget. There was a lengthy discussion. A motion was made, seconded and carried 3-0

to adopt the administrative expense budget as amended and provide the budget to the Village in compliance with Section 175.061(8)(a)2, Florida Statutes.

Ms. Adcock advised that the Fiduciary Liability Insurance is due to expire on November 1, 2022. A motion was made, seconded and carried 3-0 to renew the Fiduciary Liability Insurance not to exceed \$4,910.

The Board was provided with a draft Notice of Intent for the active member positions currently held by Mr. Grant and Mr. Hansen for review.

It was noted that the 2021 Annual Report was approved by the State.

**OTHER BUSINESS**

There being no further business, the meeting was adjourned.

Respectfully submitted,

Sean Grant, Secretary