

WEST PALM BEACH FIREFIGHTERS' PENSION FUND

MINUTES OF MEETING HELD

AUGUST 2, 2018

Chairman David Merrell called the meeting to order at 1:35P.M. in the Conference Room at Station 1, 3rd Floor; 500 North Dixie Highway, West Palm Beach, Florida. Those persons present were:

TRUSTEES

David Merrell, Chairman
Ron Frano
Guy Montante
Mark Parks

OTHERS

Audrey Ross & Scott Baur, Resource Centers
Megan Timbas & Chuck Cook, TBC
Bonni Jensen, KKJ&L
Brendon Vavrica, AndCo. Consulting
Rick Dorey, Retired WPBFF

INVESTMENT MANAGEMENT REPORT: TBC (MEGAN TIMBAS & CHUCK COOK)

Ms. Timbas introduced herself and Mr. Cook. She gave a brief update on the firm and stated that they recently merged with 3 other boutiques which added assets to their firm as a whole. The Board had a lengthy discussion on the merge and what the other boutiques offer, how it impacted TBC and this Plan's portfolio. Other than the firm's name change, there is no impact to this Plan. Ms. Timbas also stated that there have been no changes to this Plan's investment team or process. For the quarter the fund was up 2% versus the index at 1.18%, but for the year to date they are negative but still outperforming the index at -0.22% versus 1.69%. Mr. Cook reviewed the Plan's attribution report and the sector allocations. During the quarter energy and financials were the least performing asset classes. He briefly discussed the market outlook and stated that they see very few signs of a recession which is positive and their portfolio is positioned well.

INVESTMENT CONSULTANT REPORT: ANDCO. CONSULTING (BRENDON VAVRICA)

Mr. Vavrica notified the Board that TSW has a new CEO although this will not cause any changes to their portfolio and he does not have any concern.

Mr. Vavrica explained that JP Morgan is changing their vehicle structure to allow for more additional foreign investors and they need the Boards consent. This change does not have any effect on this Plan or the portfolio, rather more informational.

- ***A motion was made by Ron Frano to approve the JP Morgan vehicle structure change. The motion received a second from Guy Montante and carried 4-0.***

Mr. Vavrica reviewed the June 30, 2018 quarterly performance report. During the quarter domestic equity was up and fixed income was flat. As of the end of the quarter the Plan has \$218.6M in assets which is a return of 2.29% net of fees versus the index at 1.87%. For the fiscal year to date the Plan is at 7.38% versus the index at 5.87%. Mr. Vavrica briefly reviewed each manager's performance during the quarter and stated that all did well and outperformed their relative indexes with the exception of the alternative investments. Overall the Plan is doing very well and he does not have any recommendations at this time.

Lastly Mr. Vavrica briefly reviewed the July 30, 2018 flash performance report and for the quarter they are up another 2.1%, which puts them at 9.9% for the fiscal year to date.