

**BAL HARBOUR VILLAGE POLICE OFFICERS'
PENSION PLAN AND TRUST**

Bal Harbour Village Hall, 2nd Floor Conference Room
655 – 96th Street, Bal Harbour, Fl 33154
REGULAR QUARTERLY MEETING – OCTOBER 29TH, 2018

1 Call to Order – The meeting of the Bal Harbour Village Police Officers' Pension Plan was called to order at 4:25 P.M

Roll Call – Chairman Daniel Gold, Vice Chairman David Levin and Joel R. Mesznik.

OTHERS PRESENT: Village Manager Jorge Gonzalez, Gregg Gosch from Sawgrass Asset Management, LLC, John McCann from AndCo Consulting, Patrick Donlan from Foster & Foster participated via speakerphone, Adam Levinson, Esq., from Klausner, Kaufman, Jensen & Levinson, Attorneys for the Plan and Joan L. Wall, Clerk to the Board of Trustees.

2 Public Comments – Village Manager Jorge Gonzalez discussed the board's prior decision to reduce their investment return earnings by 25 basis points each year until 7% had been reached. He mentioned the Village was currently in negotiations with the Police union.

Chairman Daniel Gold expressed extreme disappointment that neither of the trustees elected by the Police department were present at this meeting. He had changed his business plans and flown in from New York to be here today. David Levin had been called in with an injury at the last minute to complete a quorum so the board could complete the business listed on the agenda. Mr. Levin was in agreement.

3 Additions/Deletions to Agenda – None.

4 Approval of Minutes for July 30th, 2018. Chairman Gold presented the minutes from the previous meeting for approval. Joel Mesznik moved to approve. David Levin seconded the motion. The motion carried unanimously.

5 Approval of Warrant #103. Chairman Gold presented Warrant #103 totaling \$52,012.16 for approval. David Levin moved to approve payment. Joel Mesznik seconded the motion. The motion carried unanimously, authorizing payment of the following:

Klausner, Kaufman, Jensen & Levinson, August, Sept & Oct, 2018 Retainers \$ 6,000.00

Joan L. Wall, 7/25 – 10/18, 2018, 56 ¼ hrs, plus expenses of \$136.23 \$ 2,983.04

Sawgrass Asset Management, LLC, Investment Fee Qtr Ending 9/30/18	\$27,982.37
Foster & Foster, Inc., Invoice #13245 dated 10/5/18, Actuarial Services	\$ 500.00
Fiduciary Trust International, Custody for Qtr Ending 8/31/18	\$ 3,274.46
Davidson, Jamieson & Cristini, preparation of 2017 Annual Report (D of R)	\$ 1,500.00
Sgt. Ron Smith, Reimbursement for FPPTA 6/24 – 27/18 Conference	\$ 909.63
Florida Municipal Insurance Trust, Renewal of Fiduciary Liability Policy (prior year paid \$4,005)	\$ 4,118.00
AndCo Consulting, Performance Report for Qtr Ending 9/30/18	<u>\$ 4,744.66</u>
<u>TOTAL for Warrant #103</u>	<u>\$ 52,012.16</u>

6 UNFINISHED BUSINESS – Review of prior Board decision to reduce future investment earnings each year by 25 basis points until the rate of 7% was reached. This was discussed further in addition to contributions from Patrick Donlan from Foster and Foster, Inc. who was participating via speakerphone. He discussed some of the results of his July, 2016 Study previously provided to the Board. The Village Manager stated he would like to see this study.

NEW BUSINESS

7 a) Sawgrass Asset Management – Investment Report. Mr. Gosch reviewed with those present their Account & Performance Review, Market Review, Current Portfolio Positioning and Looking Forward Commentary. The market pushed forward during the quarter recouping all the decline of the first quarter to make new highs with the S&P 500 generating its largest quarterly gain. The FAANG effect was more mixed during the quarter. The portfolio enjoyed its' best return in some time and Sawgrass is pleased to outperform the index in such a strong period.

7 b) John McCann, AndCo Consulting – Performance Report for Quarter Ending September 30th, 2018. Asset allocation was Domestic Equity 56.2%, Domestic Fixed Income 32.4% and Cash Equivalents 11.4% for a total market value of \$22,392,207, up \$290,215 from the previous quarter. The large amount held in cash was on hand for the October 1, 2018 purchase of the real estate investment. The total net return for the quarter was 5.78%, 12.98% for one year, 10.28% for three years and 8.94% for five years as compared with the fund policy returns of 5.18%, 14.31%, 11.99% and 9.77% for the same time periods.

7 c) Review/Accept – Net DROP Return of 5.78% for the quarter ending 9/30/2018. Based on the information provided in AndCo's report, David Levin moved

to accept the return. Joel Mesznik seconded the motion. The motion carried unanimously.

7 d) Approval of Revised Forms requested by Fiduciary Trust

- List of Trustees with Specimen Signatures
- Delegation of Authority – COLA Letters

David Levin moved to approve the forms that required the signature of all trustees. Joel Mesznik seconded the motion. The motion carried unanimously. The trustees present signed both documents, with the signature of the missing trustees to be obtained later.

7 e) Review/Approve Audit Engagement Letter from RSM for a fee of \$8,700. After review David Levin moved to approve. Joel Mesznik seconded the motion. The motion carried unanimously.

7 f) Meeting Dates for 2019;

- Monday, January 28th, 2019
- Monday, April 29th, 2019
- Monday, July 29th, 2019
- Monday, October 28th, 2019

Chairman Gold requested rescheduling the January meeting if none of the police trustees confirmed attendance.

7 g) Review/Approve – Agreement with Davidson, Jamieson & Cristini for filing the 2018 Annual Report with the Division of Retirement for a fee of \$1,500. After brief discussion, David Levin moved to approve. Joel Mesznik seconded the motion. The motion carried unanimously.

7 h) Schools/Conferences

- **FPPTA** – Winter Trustee School, 2/3 – 6, 2019, Rosen Centre Hotel, Orlando
- **Division of Retirement** – 48th Annual Police Officers' & Firefighters' Pension Conference, 11/14 – 16/2018 at Grand Orlando Resort, Kissimmee, Fl.

8 Input from Active/Retired Members – None

9 Trustees' Concerns – These had been addressed under Public Comments

10 REPORTS

- **Attorney** – RMLO (Records Management Liaison Officer) Designation would be Joan Wall, Clerk to the Board of Trustees
- **Board Clerk**
 - 2017 Annual Report was approved on September 17th, 2018
 - Clerk has moved, new address was provided

- **Other** – None.

11 Next Meeting Date/Adjournment – Chairman Gold announced the next meeting would be Monday, January 28th, 2019 at 3 P.M. Joel Mesznik was excused at 5:15 P.M. due to a prior commitment. The meeting was adjourned with a quorum no longer present.

Respectfully submitted,



Daniel Gold, Chairman