



NEW PORT RICHEY POLICE PENSION SYSTEM



Minutes

Due to the Coronavirus (Covid-19) this regular meeting of the Board of Trustees was conducted by teleconferencing through Communications Media Technology (CMT), provided by the Technology Solutions Division, City Hall
New Port Richey, Florida 34652
On Tuesday, the 28th day of April 2020, at 5:00 P.M.

The meeting was called to order by Mr. Pratt at 5:16 PM.

Trustees Participating:

Mr. Glen Pratt
Mr. Bill Phillips
Sergeant Chris Trapnell

Trustees not participating:

Mr. Ed Beckman
Sergeant Greg Williams

Consultant participating:

Ms. Jennifer Gainfort

Administrator participating:

Mr. T. Scott Baker

ITEM #1 -- Approval of the minutes of the meeting on February 25, 2020

Motion: Mr. Phillips made a motion to approve the minutes of the meeting. Sgt. Trapnell seconded the motion. The motion passed without opposition.

ITEM #2 -- Open Public Comment

Mr. Baker advised that he received no requests for questions or comments through email and there were no public questions or comments on the conference call. Mr. Pratt asked if the agenda, including the public comment request, was posted at City Hall. Mr. Baker said that the agendas are always posted on the City's website.

ITEM #3 -- Status of Pension Assets & Overview of Covid-19's effect on the Markets and plan – Ms. Jennifer Gainfort (Andco Consulting)

Ms. Gainfort said that she normally doesn't participate in the regular monthly meetings however felt it was a good time and opportunity to touch base and give an update and overview of the market, given what has occurred over the last several weeks. She said she didn't have the quarterly report, ending March 31st, however will have it at the next meeting for review. She said at a preliminary standpoint she did see a gimps of the report and said the plan was down about 14.6% for the quarter. Ms. Gainfort said this is around the range of other clients she has seen so far. She said they are not recommending making any changes to the overall investment asset allocation structure, based upon these short term market movements. She said it is important to not give in to the temptation making sudden moves during these kinds of market downturns. She said the asset allocation is designed to perform and meet expectations over the longer term time arrival, which incorporates the expectation of having these kinds of market volatility. She said while the market activity is obviously quite unsettling we will manage through this crisis as you've done so through other similar crisis in the past.

Ms. Gainfort said, taking a step back to January, she said the first quarter started off strong, as equities continued from a record year from 2019, climbing steadily higher to all-time highs. She said on February 19th the S&P 500 had hit an all-time high, the economy appeared to be in a strong steady place, unemployment was at historic lows, economic growth was chugging along, and consumers appeared to still be in a happy place. Then followed by investors experiencing the fastest 30% decline in the S&P 500 history, which only took 22 days. She went on to describe Covid-19's effect on the economy and how the things might be able to rebuild. Ms. Gainfort provided the returns for all the different markets, saying the plan is affected by losses in Growth, but more so in Value. She said they believe they still have a while to go before the economy comes back and said what's important to remember from the plan's perspective is keeping that long term focus, and as difficult in the moment for the short term events are, they don't change goals or objectives of the plan.

Ms. Gainfort said in closing on a more positive note, since the end of the quarter the markets have been moving forward a little bit, and said the plan is up about 7 ½%. She said the market value is a little over \$28 million as of the close yesterday. She discussed how the economy might start to come back as things started to re-open, however again indicated the goals are for long term investment. She asked for any questions. Mr. Pratt asked how real estate has been affected. Ms. Gainfort said their portfolio was up .27% for the quarter and said that she thinks going forward there could be more of an effect on real estate and rents in the future.

ITEM #4 -- Acknowledgement of New Members:

- **Chad Slater**
- **Russell Pennell**
- **Gabriel Gerena**

Sgt. Trapnell confirmed that the three listed Officers are the newest members of the plan. He said that Brian Corrales, acknowledged at the last meeting, had been terminated.

ITEM #5 -- Approval of expenditures

Mr. Baker said he had 9 Distribution Authorizations for payment: : \$9,167.00 to 361 Capital LLC for Investment Management Fees for the quarter ending 03/31/2020, \$12,573.00 to Logan Capital Management for Investment Management Fees for the quarter ending 03/31/2020, \$5,019.03 to Garcia Hamilton for Investment Management Fees for the quarter ending 03/31/2020, \$4,987.10 to AndCo Consulting for performance monitoring for the quarter ending 03/31/2020, \$12,779.00 to G.R.S. for Actuary services for the quarter ending 03/31/2020, \$2,058.80 to Christiansen & Dehner, P.A. for Attorney's fees, \$1,500.00 and \$1,500.00 to Saltmarsh, Cleaveland & Gund for Compiled Financial Statements for period ending 12/31/2019 and consultation for MD & A, and \$4,230.00 to Public Risk Insurance Agency for Fiduciary Insurance.

Motion: Mr. Phillips made a motion to approve the expenditures. Sgt. Trapnell seconded the motion. The motion was passed without opposition.

Mr. Baker said he had given Sgt. Trapnell copies of the invoices and distribution authorization so that he and Sgt. Williams could sign them, in order to make things easier, as two signatures are required. He said once they were signed he could pick them up at the PD and process the payments.

ITEM #6 -- Any other business

Mr. Pratt asked if the June FPPTA Conference had been cancelled. Mr. Baker said it had been cancelled and said they were looking into changing the Fall School into the Conference (if at all possible), which is also in Orlando.

Mr. Baker said the 112 Compliance Report, provided by the Actuary, and the 60t Senate Bill 534 Disclosure, along with Valuation, Financial Statements, Link to the Division of Retirement Actuarial Summary Fact Sheet, and the Funding Statement have all been posted on the City's website, as required.

Motion: Sgt. Trapnell made a motion to adjourn. Mr. Phillips seconded the motion. The motion passed without opposition. The meeting was adjourned at 5:43 PM.