



MINUTES FROM MEETING ON MAY 10, 2018

Chairman Smith called into the conference line and Mr. Kaufman joined the meeting by telephone. Chairman Smith called the meeting to order on Thursday, May 10, 2018 in the Manatee A & B Classrooms, on the 6th floor of City Hall at 9:33 AM. There was a quorum.

Board Members

Jay L. Smith, Chairman
 Jose Vicente, Vice-Chairman
 Laurie Botts, Secretary
 Mathew Fleury, Trustee
 Christopher McCullion, Trustee

Others Present

Katrina Laudeman, Executive Director
 Matt Dickey, Deputy Executive Director
 Michelle McCrimmon, Deputy CFO
 Randy Thames, FOP
 Stu Kaufman, Board Attorney (by telephone)
 Jeffrey Williams, Segal Consulting
 Kevin Leonard, NEPC (by telephone 9:56 AM)
 Sean Gill, NEPC (by telephone 9:56 AM)
 Lori Janeczek, Employee Benefits
 Shannon Gridley-Hetz, Police Advocate (9:37 AM)
 Carter Hetz (9:37 AM)
 Randy Brown, Attorney for Officer Middleton
 Angela Eaton, Police Officer
 Michael Fields, Police Officer
 Ed Sanguino, Police Officer
 Dolores Bracero, Police Officer
 Cheryl Middleton, Police Officer
 Michele Keane, Pension Coordinator

1. **PUBLIC COMMENT**

Chairman Smith asked if there was any public comment. There was none. (Chairman Smith took the agenda items out of order to accommodate some attendees.)

2. **APPROVAL OF MINUTES OF MARCH 8, 2018**

A MOTION TO APPROVE THE MINUTES OF MARCH 8, 2018 was made by Mr. Vicente and seconded by Mr. Fleury; **MOTION CARRIED UNANIMOUSLY.**

3. **APPROVAL OF CONSENT AGENDA**

A MOTION TO APPROVE THE CONSENT AGENDA was made by Mr. Fleury and seconded by Mr. Vicente; **MOTION CARRIED UNANIMOUSLY.**

4. **PENDING / OLD BUSINESS**

a. **Disability Updates** (Ms. Hetz-Gridley and Mr. Gridley joined the meeting at 9:37.)

Cheryl Middleton:

Discussion to schedule Officer Middleton's hearing was tabled until later in the meeting.

Kenneth Brown:

Mr. Thames stated that additional records are still needed from Mrs. Brown and he will be contacting her.

Dolores Bracero:

Chairman Smith granted a 60-day extension to allow the functional capacity test to be scheduled and for the completion of Officer Bracero's notebook, in response to an email from Officer Bracero's attorney, Mr. Spears, received earlier in the day.

Christopher Brilliant:

Ms. Keane noted that Officer Brilliant's IME results have not yet been received.

Laurin Gantt:

Ms. Keane stated Officer Gantt's application was received on April 16th and Mr. Thames added he will be speaking with her next week.

Randy Archer:

Ms. Keane noted that Mr. Thames delivered Officer Archer's application on May 2, 2018.

Mr. Thames asked Ms. Gridley-Hetz if the Department can determine if they have long-term jobs for Officers Middleton and Brilliant. She responded that there will be a job for Officer Middleton and she will inquire about Officer Brilliant.

Chairman Smith asked the trustees to consult their calendars for an alternative date for the June meeting to allow for a full quorum. The June 14th meeting was cancelled and rescheduled for June 26th, beginning at 8:30 AM, at which time Officer Middleton's disability hearing will be conducted.

b. **Securities Litigation Update**

Chairman Smith noted Ms. Laudeman's report.

c. **Minors Benefit Form**

Mr. Kaufman briefly explained the reason for the form. Mr. McCullion asked if a sentence could be added explaining how to revoke the form. Mr. Kaufman will amend the form and present it at the next meeting.

Mr. Brown asked if an advocate and an applicant stipulate to certain facts, could the information be submitted as evidence; thus avoiding the need for a full evidentiary hearing. Some discussion ensued. The trustees, Ms. Gridley-Hetz and Mr. Kaufman agreed this would be acceptable.

5. **ACTUARIAL DISCUSSION**

Mr. Jeffrey Williams, of Segal Consulting, presented the actuarial valuation for 2017. He stated there were few changes to the actuarial report including lowering the assumed rate of return from 7.75% to 7.60%, effective the valuation dated October 1, 2017. There are not any issues of concern. (Mr. Leonard and Mr. Gill joined the

meeting by phone at 9:56 AM and Mr. Brown left at 9:58 AM.) Mr. Williams will be sending a corrected version of the report due to some errors on page 27.

A MOTION TO ACCEPT THE ACTUARIAL VALUATION FOR 2017 was made by Chairman Smith and seconded by Mr. Fleury; **MOTION CARRIED UNANIMOUSLY.**

(Mr. Williams, Ms. Gridley-Hetz, Mr. Hetz and Officer Sanguino left the meeting at 10:07 AM.)

6. PRIVATE EQUITY MANAGER

Mr. Leonard and Mr. Gill of NEPC spoke about Windjammer Capital Investors, their background and conservative strategies. Ms. Laudeman reminded the Board that they have already designated \$12 million for private equity vintage year 2018 and if they decide to hire Windjammer, this would be the final piece of the private equity portion of the portfolio for this year. Mr. Leonard noted that NEPC has already presented the non-negotiable legal terms to Windjammer and they have accepted them. Mr. Klausner added a side letter will still be necessary.

A MOTION TO HIRE WINDJAMMER CAPITAL INVESTORS AS A PRIVATE EQUITY MANAGER AND TO ALLOCATE \$12 MILLION TO THE SENIOR EQUITY FUND V, FOR VINTAGE YEAR 2018 was made by Ms. Botts and seconded by Mr. Fleury; **MOTION CARRIED UNANIMOUSLY.**

7. NEW BUSINESS

Chairman Smith asked Mr. Leonard for an update on EnTrust's diversified fund of funds. Mr. Leonard confirmed NEPC has downgraded this product and Ms. Laudeman corroborated we are already in the process of exiting the strategy. (Mr. Leonard and Mr. Gill left the meeting at 10:39 AM)

Chairman Smith asked everyone to check their calendars for an alternative date for the July 12th meeting. The July 12th meeting was cancelled and rescheduled for July 30th at 10:30 AM.

Chairman Smith addressed the issue of elections in September of this year. Ms. Laudeman will reach out to Mr. Moore for his assistance conducting the elections.

4. PENDING / OLD BUSINESS Cont'd

d. State Report Update

Ms. McCrimmon informed the Board that the State report was filed on Monday, May 7th. The filing was delayed while awaiting the completion of the audit; that is part of the report. The delay should not affect receiving the State funds on time.

Ms. Laudeman stated she is already working on the figures for the 2016 Share Fund and is checking the accuracy of the data. The spreadsheet will be shared with the Board once she is finished.

8. ADJOURNMENT

A MOTION TO ADJOURN was made by Ms. Botts and seconded by Mr. Fleury. The meeting adjourned at 10:51 AM.

Respectfully submitted,

Michele Keane

Michele Keane
Pension Coordinator