



## **West Palm Beach Police Pension Fund – Minutes**

**October 11, 2013**

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Mrs. Jensen stated she is still awaiting information on the Disability Matter, as such an IME cannot be considered at this point. The Board will be briefed as warranted.

Mrs. Jensen distributed an updated summary plan description (SPD) for the Trustees to review and consider for the next meeting.

Mrs. Jensen issued a memorandum to the Board regarding the death benefit of vested member Mr. Mark Mintus (deceased August 17, 2013). Mr. Mintus normal retirement date is February 1, 2019. The Board will review for future consideration.

### **ADMINISTRATOR'S REPORT**

Mr. Williams advised that the City of West Palm Beach made their pension contribution for fiscal year 2013/14 in one lump sum. Mr. Williams reported that he directed Fiduciary Trust International of the South to transfer \$8,941,538.00 to the Garcia Hamilton – Fixed Income Account. Mr. Williams reflected that this action was based on the Investment Policy of the Board, the market value of the Fund as of October 7, 2013 and after consultation with Representatives of Thistle Asset Consulting.

With sincere regret, Mr. Williams advised the Board of the death of retired member Mr. Richard Engelhardt (Date of Death: September 27, 2013). Mr. Williams reported that Mrs. Ellen Engelhardt is the widow of the member, and the required adjustments were outlined.

The quarterly security litigation filings (for the period of July 1, 2013 to September 30, 2013) by Fiduciary Trust International of the South were presented to the Trustees.

### **EAGLE ASSET MANAGEMENT - SMALL CAP GROWTH**

Mr. Clay Lindsey appeared before the Board and reviewed the September 30, 2013 Eagle Asset Management investment report. A firm review was provided as well as brief updates about the company. The investment philosophy, process and risk management was also outlined. Mr. Lindsey conveyed that the Russell 2000 Growth Index (up 12.8 percent) continued its strong run into the third quarter, leading the Russell 2000 Value Index (up 7.6 percent). Mr. Lindsey reported that all sectors within the Russell 2000 Growth generated positive absolute returns, led by results in energy (up 16.6 percent), healthcare (15.6 percent) and information technology (up 15.2 percent) while utilities (up 2.3 percent) and consumer discretionary (up 7.3 percent) posted more modest gains.

Mr. Lindsey reported the net 3<sup>rd</sup> quarter 2013 return was 11.18% vs. the benchmark return of 12.80%. On the fiscal year to date basis, the Eagle portfolio net return was valued at 29.33%. Since inception (May 24, 2011) the Eagle portfolio returned 12.90%, which beat the benchmark by 135 basis points.

### **INVESTMENT MONITORING REPORT**

Mr. McCann was pleased to announce that the fiscal year return is in excess of 12% for the fiscal year. A detailed executive report will be provided at the November meeting.

Mr. McCann provided a detailed Morningstar report for Eagle Asset Management for the Board to review and consider.

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**OPEN DISCUSSION**

As this was the last meeting for Mr. Mitchell, all of the parties present took the time to formally thank Mr. Mitchell for his hard work and commitment to the West Palm Beach Pension Fund. Mr. Mitchell countered with his accolades for the Palm Beach PBA, the Trustees (past and present), Mrs. Bonni Jensen, her legal team, and Mr. & Mrs. Williams with their daily administration.

Mr. White indicated the progressive direction of the Board must continue, and with Mr. Mitchell's resignation, he would make a motion to appoint Mr. Jack Frost as the new Chairman. Mr. Mitchell echoed Mr. White's sentiment. Mr. Frost thanked Mr. White & Mr. Mitchell for their vote of confidence and indicated he would accept the role of Chairman. The motion was seconded by Mr. Fragakis. All Trustees voted yes, and the motion was passed 5-0.

With the seat of Board Secretary now open, Mr. White made a motion to appoint Mr. Troy Marchese as the new Board Secretary. Mr. Mitchell again reinforced Mr. White's sentiment.

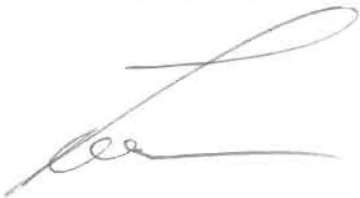
Mr. Marchese indicated he would accept the role of Board Secretary and thanked his fellow Trustees. The motion was seconded by Mr. Fragakis. All Trustees voted yes, and the motion was passed 5-0.

**ADJOURNMENT**

Being there was no other business; the meeting was adjourned at 9:51 AM.

Next regular meeting is scheduled for November 8, 2013 at 8:30 AM

Troy Marchese, Board Secretary

A handwritten signature in black ink, appearing to read 'Troy Marchese', written in a cursive style.