

**West Palm Beach Police Pension Fund
2100 North Florida Mango Road
West Palm Beach, Florida 33409**

Minutes

**November 08, 2019
8:30 AM**

CALL THE MEETING TO ORDER

Mr. Frost called to order the West Palm Beach Police Pension Fund Meeting on November 8, 2019 at 8:30 AM, in the main conference room of the Ernest George Building of the Palm Beach County Police Benevolent Association.

Present at the meeting: Jonathan Frost, Board Chairman, Troy Marchese, Board Trustee, Craig Kahle, Board Trustee & Joseph Ahern Board Trustee.

Also present: John Dickie & Kieran McGlynn, Aberdeen Standard; Robert Cousin & Kate Hurley, JPMorgan; Brendon Vavrica & John McCann, AndCo Consulting; Bonni Jensen, Board Attorney, Klausner, Kaufman, Jensen & Levinson; Dave Williams, Plan Administrator.

PUBLIC COMMENT

It was noted the City of West Palm Beach was celebrating a milestone of being incorporated for 125 years.

APPROVAL OF THE MINUTES

Mr. Frost asked if there were any additional changes required to the minutes of October 11, 2019. Ms. Marchese made the motion to approve the minutes cited, which was seconded by Mr. Ahern. All Trustees voted yes, and the motion was passed 4-0.

APPROVAL OF DISTRIBUTIONS

Mr. Williams distributed New Warrants for review and execution. Warrants approved at the last meeting were presented to the Board in spreadsheet format by Mr. Williams. A formal administrative report was also provided for consideration. After Mr. Williams detailed the reports and responded to inquiries, Mr. Ahern made the motion to approve the report, which was seconded by Mr. Marchese. All Trustees voted yes, and the motion was passed 4-0.

ATTORNEY'S REPORT

- Mrs. Jensen presented the final Statement of Policy Governing Investment Managers to the Board for review and approval. Upon the completion of the presentation, Mr. Ahern made the motion to adopt and approve the policy as presented. Mr. Marchese seconded the motion. All Trustees voted yes, and the motion was passed 4-0.
- Mrs. Jensen distributed a memorandum related to uniformed services employment and reemployment rights act of 1994. The memo outlined the rights and responsibilities of employers and retirement plans.
- Mrs. Jensen proposed a fee revision for her services. The Board asked Mr. Williams to contact other firms to ensure the revision is fair and equitable.

ADMINISTRATOR'S REPORT

- Fieldwork for the Audit currently underway. Mr. Williams suggested the Trustees meet with the Auditors while they are currently on-premise.
- Mr. Williams noted that he updated the Drop and Share plan administrative fee for fiscal year 2019/2020. Mr. Williams applauded the efforts undertaken by the Trustees to reduce plan expenses, as the fees were reduced from 0.11% to 0.09%.
- Mr. Williams advised the Board that the SB 534 required disclosure has been posted to the website. Mr. Williams thanked Mr. McCann for his assistance.

Link:

http://www.wbppf.com/docs_state/sb534Investment/WPB%20SB%20534%20Disclosure%202019.pdf#zoom=100

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INVESTMENT PRESENTATION – Aberdeen Standard – Private Equity

Mr. John Dickie & Kieran McGlynn appeared before the board to discuss Aberdeen Private Equity VII Fund. It was reported the Fund is valued at \$339 Million. Approximately 52% of our commitment has been called. The net internal rate of return (IRR) is 33.2%, in comparison to the S&P 500 benchmark of 10.3%. The representatives highlighted primary commitments and recent co-investments.

INVESTMENT PRESENTATION – JPMorgan – Private Equity

Mr. Robert Cousin appeared before the Board to discuss the JP Morgan Global Private Equity VII Fund. Capital account summary was provided to the Board. Mr. Cousin outlined the Fund characteristics and commitments.

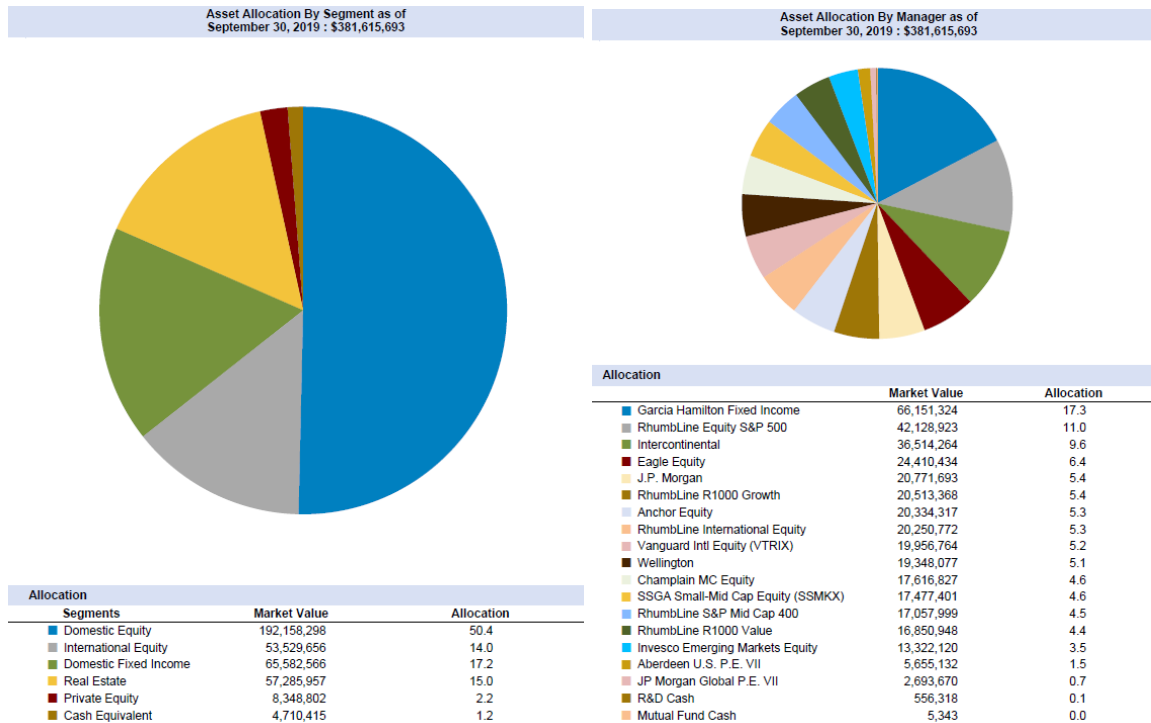
INVESTMENT PRESENTATION – AndCo Consulting

Mr. John McCann appeared before the Board and presented the September 30, 2019 investment report.

As of September 30, 2019, the total assets were valued at \$381,615,693.00. For the quarter, the total fund returned 0.38% vs. 0.34% compared to the target index. The public funds median return was valued at 0.98% for the quarter.

On a fiscal year basis, the total fund returned 1.97% vs. 2.87% compared to the target index. The median return for all public funds was reported to be 4.53%. Mr. McCann attributed the lag in performance to the actions taken by the Federal Reserve from the quarter ending December 31, 2018.

On a three and five-year basis, the Plan returned 8.79% & 7.11% respectively. The five-year return cited ranked our Fund in the TOP 10% of the investment universe and exceeded our compliance standard of Top 40%.



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In a spirit of transparency, the Board of Trustees have posted the entire quarterly investment report on-line and it may be viewed at:

http://www.wpbppf.com/docs/investments/WPBPPF_Report_2019_Q3.pdf#zoom=100

Mr. Vavrica provided a presentation to the Board related to the S&P 500 total return index history dating back to 2007. Additionally, quarterly Gross Domestic Product (GDP) expansionary periods since World War II were reviewed.

OLD BUSINESS

Alternative Candidates Review – AndCo Consulting

Mr. McCann brought several alternative strategies for the Board to consider. The Board by consensus agreed to hear presentation from Entrust, Grosvenor, and Taurus at the December 13, 2019 meeting. JPMorgan & Aberdeen were also invited to send along a report presentation as well.

OPEN DISCUSSION

Mr. Ahern cited that the PBA and the City may need an impact statement as a result of proposed benefit changes. Mr. Williams stated that he eagerly awaits to assist the parties.

ADJOURNMENT

Being there was no other business; the meeting was adjourned at 10:21 AM.

Next meeting is scheduled for December 13, 2019 8:30 AM.



Troy Marchese, Board Secretary