

HOLLYWOOD POLICE OFFICERS' RETIREMENT SYSTEM

**Office of Retirement
4205 Hollywood Blvd., Suite 4
Hollywood, Florida 33021**

September 27, 2024

MINUTES

A regular meeting of the Hollywood Police Officers' Retirement System was held on Friday, September 27, 2024, at 10:31 A.M., in the Office of Retirement, 4205 Hollywood Blvd., Suite 4, Hollywood, Florida 33021.

PRESENT

D. Strauss - Chairperson, J. Marano, A. Stabile, C. Boyd, J. Schweighardt and M. Djokic¹ - Trustees.

Also present were - A. Laframboise, Active Member; Dan Skubiz² & Jack O'Callahan, F/m Investments³; John Rochford, Tocqueville; Brendon Vavrica, Mariner Institutional; Stuart Kaufman, Legal Counsel - Klausner, Kaufman, Jensen & Levinson; & David M. Williams, Plan Administrator.

PUBLIC COMMENT

No Comments.

READING OF THE WARRANTS

The warrants since the last meeting were reviewed and executed by the Board of Trustees.

APPROVAL OF THE MINUTES OF THE July 19, 2024 & August 16, 2024 MEETINGS

Mr. Strauss asked if there were any additions or corrections to the Minutes of the July 19, 2024 & August 16, 2024, pension board meetings. Mr. Schweighardt made a motion to approve the Minutes of the July 19, 2024 & August 16, 2024 pension board meetings, which was seconded by Mr. Marano. All board members voted yes.

ATTORNEY'S REPORT

- Benefit Review - Teresa Molina: Mr. Kaufman noted that Mrs. Molina has made her benefit election, so this open matter is resolved.
- Summary Plan Description (SPD): Mr. Kaufman presented a draft of the SPD for consideration. Motion by Mr. Marano to approve, which was seconded by Mr. Strauss. All board members voted yes. Mr. Williams will publish it on-line once the electronic version is received from Mr. Kaufman.
- Smires Disability Review: Mr. Kaufman noted Ms. Smires has requested a pause be placed with her disability request, while she pursues further treatment. After review and discussion, the Board agreed by consensus and asked this matter be placed on the December 2024 Agenda for an update.
- Mr. Kaufman noted a recent change in the law that require vendors to confirm that they understand and affirm that Section 787.06(13), Florida Statutes, prohibits the Plan from executing, renewing, or extending a contract to entities that use coercion for labor or services. Further that the entity is not owned by the government of a foreign country of concern. No government of a foreign country of concern⁴ has a controlling interest in Entity. Entity is not organized under the laws of or has its principal place of business in a foreign country of concern.

¹ Attended Remotely.

² Chief Investment Officer - MVP Group, Senior Portfolio Manager.

³ Representatives Attended Remotely.

⁴ For purposes of this affidavit, "foreign country of concern" means the People's Republic of China, the Russian Federation, the Islamic Republic of Iran, the Democratic People's Republic of Korea, the Republic of Cuba, the Venezuelan regime of Nicolas Maduro, or the Syrian Arab Republic, including any agency of or any other entity of significant control of such foreign country of concern.

- If, at any time in the future, Entity does become owned by a foreign country of concern, if a foreign country of concern acquires a controlling interest in Entity, or Entity becomes organized under the laws of or relocated to a foreign country of concern, Entity will immediately notify the Plan and no contracts may be executed, renewed, or extended between the parties.
- Mr. Kaufman advised that Capital Dynamics Global Secondaries VI is seeking approval to modestly increase the Maximum Fund Size. Motion by Mr. Schweighardt to approve the request, which was seconded by Mr. Stabile. All board members voted yes.

ADMINISTRATIVE REPORT

- Administrative Report: Mr. Williams presented and outlined the activity on the Administrative Report to the Board for consideration. After review, a motion was made by Mr. Schweighardt to approve the report, which was seconded by Mr. Marano. All board members voted yes.
- Mr. Williams reported a personnel change unrelated to this organization.

INVESTMENT MANAGER REPORT – TOCQUEVILLE

- Mr. Rochford reported that the 10-year yield rose from 0.53% in August 2020 to 5.00% in October 2024 as inflation remained elevated and the US economy continued to grow.
- The Federal Reserve raised rates and reduced its balance sheet by selling Treasuries & Mortgages.
- Tactically, we maintained our US Treasury and Agency exposure at 20% and increased our corporate bond allocation to 80%.
- Strategically we are maintaining our high coupon 5.69%, high quality A1, long duration 6.9 year allocation.
- For context the Benchmark has a 3.38% average coupon, Aa2 credit rating and 5.07 year duration.
- We expect the Federal Reserve to continue reducing rates in 2025 and we will tactically begin to move to a neutral duration.

Annualized Performance

	1 Month	1 Quarter	YTD	1 Year	3 Year	5 Year	Inception to Date	Inception Date
City of Hollywood Police Officers' Retirement System	0.64%	-0.05%	-0.67%	2.94%	-1.67%	0.70%	0.78%	6/21/2019
Bloomberg Barclays U.S. & Govt/Credit 50/50	0.83%	0.34%	-0.09%	3.47%	-2.14%	0.33%	0.41%	

INVESTMENT MANAGER REPORT – F/M INVESTMENTS

- Representatives provided the following information relative to the portfolio⁵.

Performance History Time Weighted Returns (%)

Inception (12/31/2023) to Date

Asset Class	Month To Date	Quarter To Date	Year To Date	Inception To Date
Equity	-1.80	6.88	13.96	13.96
ACCOUNT - GROSS	-1.76	6.74	13.82	13.82
ACCOUNT - NET	-1.82	6.61	13.26	13.26
Russell 2000	-1.49	8.51	10.39	10.39

⁵ MVP Small Cap Core Strategy.

INVESTMENT MONITOR REPORT – MARINER INSTITUTIONAL

- Mr. Vavrica presented a flash report for August 31, 2024. The fiscal year return was valued at 20.08%. The Fund was valued at \$466,372,049.00.
- Mr. Vavrica presented a large cap value equity manager review. At the conclusion and after discussion, Mr. M. Djokic made the motion to terminate Brandywine and engage Great Lakes (Focused) for 14 million & BNY Mellon – Newton US Dynamic LCV for the balance of the liquidated account. Motion seconded by Mr. Schweighardt. All board members voted yes.
- Mr. Vavrica presented a small cap equity manager review. At the conclusion and after discussion, Mr. Marano made the motion to terminate Eagle and engage Pullen with the balance of the liquidated Eagle Account. Further, to reallocate the 6 million from the Eagle Account to F/m Investments and 6 million to Crawford. Motion seconded by Mr. Schweighardt. The motion passed 5-0-1⁶.
- The Board engaged Mr. Vavrica in a review and discussion relative to Polen Capital's performance. At the conclusion of the exchange, Mr. Schweighardt made the motion to terminate Polen and transfer the funds to Rhumblin 1000 Growth Account. Mr. Boyd seconded the motion. All board members voted yes.
- Finally, the Board discussed prior presentations by Boyd Watterson GSA Fund and Bloomfield Capital. With the support of Mr. Vavrica, Mr. Marano made the motion to engage both managers. (Boyd Watterson GSA Fund allocation of 1 million and Bloomfield Capital allocation of 5 million. Motion seconded by Mr. Strauss. All board members voted yes.
- Israel Bond – After review and consideration, it was determined the current rate is less than domestic holdings, thus no action was taken.
- Mr. Vavrica indicated that Mariner is completing the due diligence on the Affiliated Housing Fund II in short order.

OPEN DISCUSSION

Mr. Strauss informed the Board that he was asked to be on an advisory board (non-paid position) for the Taurus Group. He also reported that Mrs. Jana Hamilton was engaged by the Taurus Group.

MEETING ADJOURNED

There being no further business, the meeting was adjourned at 12:15 P.M.

The next scheduled meeting is October 25, 2024 at 10:30 A.M.

Respectfully submitted,

APPROVED:

P. Laskowski, Secretary

D. Strauss, Chairperson

⁶ Mr. Strauss abstained and filed a Form 8.