

SUNRISE POLICE OFFICERS' RETIREMENT PLAN

13790 N.W. 4th Street, Suite 105

Sunrise, FL 33325

November 13, 2023

10:00 A.M.

Call to Order

On behalf of the Board of Trustees, Mr. Michael West called the meeting to order at 10:02 A.M.

Public Discussion

No Comments.

Roll Call

Present were Mr. Michael West – Chairman; Mr. Lon Berman; Mr. Eric Goldstein and Mr. Timothy McGovern – Trustees (arrived at 10:10 A.M.).

Absent & Excused

Mr. William Bettencourt

Others Present

Mrs. Richelle Levy – Lorium Law; Mrs. Patty Ostrander – Recording Secretary. Mr. Anthony Bulzone - City of Sunrise; Mr. Brendon Vavrica - AndCo Consulting; Mr. Mike Delaney – Garcia Hamilton¹ and Mr. Jeff Amrose – Gabriel Roeder and Smith.

Approval of Minutes

Motion to approve the minutes August 14, 2023 by Mr. Goldstein, seconded by Mr. Berman. Motion carried 3-0. (Mr. McGovern was not present for this vote)

Approval of Payables

After review and consideration of the payables of August 14, 2023 through November 12, 2023 a motion to approve was made by Mr. Goldstein, seconded by Mr. Berman. Motion carried 3-0 (Mr. McGovern was not present for this vote).

Old Business

None

Garcia Hamilton – Quarterly Investment Report

Mr. Mike Delaney indicated that as of September 30, 2023, the Fixed Income – Aggregate Account portfolio had a market value of \$31,309,156.

PORTFOLIO COMPOSITION			CHANGE IN PORTFOLIO	
	Market Value	Pct. Assets		
FIXED INCOME	31,249,656.73	99.8	Portfolio Value on 06-30-23	32,793,040.54
CASH	59,500.11	0.2	Accrued Interest	190,823.46
			Net Additions/Withdrawals	-4,754.10
			Realized Gains/Losses	21,372.14
			Unrealized Gains/Losses	-1,929,284.32
			Income Received	291,489.96
			Portfolio Fees	-20,614.91
			Change in Accrued Interest	-32,915.93
			Portfolio Value on 09-30-23	31,151,249.31
			Accrued Interest	157,907.53
Total	31,309,156.84	100.0		31,309,156.84

TIME WEIGHTED RETURN - GROSS OF FEES									
	Quarter	Year To Date	Fiscal 09-30-22 YTD	Annualized Last 2 Years	Annualized Last 3 Years	Annualized Last 5 Years	Annualized Last 7 Years	Annualized Last 10 Years	Annualized Inception 12-31-06 To Date
Account	-5.00	-2.52	-0.65	-6.77	-5.08	-0.12	0.04	1.51	3.73
FIXED INCOME	-5.03	-2.52	-0.63	-6.91	-5.19	-0.13	0.04	1.53	3.79
Bloomberg US Aggregate	-3.23	-1.21	0.64	-7.29	-5.21	0.10	-0.09	1.13	2.72
Bloomberg US Aggregate A+ Bond	-3.28	-1.46	0.07	-7.18	-5.35	-0.10	-0.31	0.90	2.50

¹ Attended remotely

Mr. Mike Delaney indicated that as of September 30, 2023, the Fixed Account – Intermediate Government Credit portfolio had a market value of \$19,440,480.

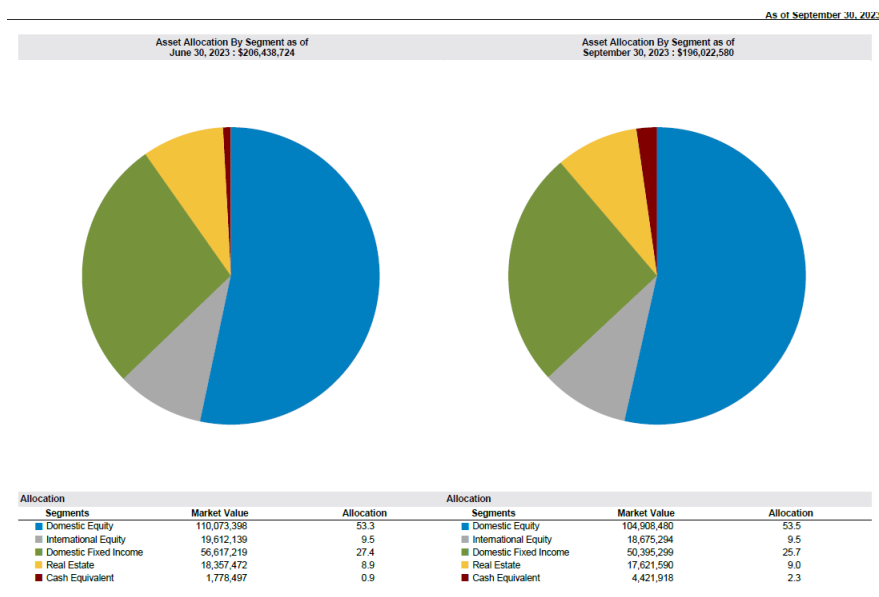
PORTFOLIO COMPOSITION			CHANGE IN PORTFOLIO	
	Market Value	Pct. Assets		
FIXED INCOME	19,376,388.30	99.7	Portfolio Value on 06-30-23	23,836,913.86
CASH	64,091.98	0.3	Accrued Interest	118,274.29
			Net Additions/Withdrawals	-3,842,490.52
			Realized Gains/Losses	-30,754.57
			Unrealized Gains/Losses	-831,022.01
			Income Received	218,312.74
			Portfolio Fees	-14,971.99
			Change in Accrued Interest	-13,781.53
			Portfolio Value on 09-30-23	19,335,987.51
			Accrued Interest	104,492.76
Total	19,440,480.28	100.0		19,440,480.28

TIME WEIGHTED RETURN - GROSS OF FEES									
	Quarter	Year To Date	Fiscal 09-30-22 YTD	Annualized Last 2 Years	Annualized Last 3 Years	Annualized Last 5 Years	Annualized Last 7 Years	Annualized Last 10 Years	Annualized Inception 07-01-94 To Date
Account	-3.12	-1.00	1.43	-3.75	-2.88	0.60	N/A	N/A	N/A
FIXED INCOME	-3.15	-0.98	1.48	-3.91	-3.00	0.59	0.54	1.57	4.76
Bloomberg US Int Gov/Credit	-0.83	0.65	2.20	-4.17	-2.93	1.02	0.62	1.27	2.75

*Fixed Income only effective 9/30/17.

AndCo Consulting – Quarterly Investment Report

Mr. Brendon Vavrica advised that as of September 30, 2023, the total fund was valued at \$196,022,580.



Mr. West asked Mr. Vavrica to prepare a letter to the City Manager regarding expanding the ordinance. Mrs. Levy stated that she will work with Mr. Vavrica on this.

Mr. Vavrica asked the board if they would be open to the possibility of shifting the passive vs active exposure, i.e. taking some of the passive exposure from small cap and moving it up to passive large cap and then adding in some active to small cap. (\$10M each).

Mr. Vavrica stated that we will possibly have some rebalancing to do at the February 2024 meeting.

Gabriel Roeder Smith

The Board would like to make the following assumption changes in the 10-01-2023 valuation report and asked Mr. Amrose to discuss this with Mr. Tierney, the City Actuary

- Change the retirement rates to those shown in our 11-07-2023 Experience Study Report
- Amortize the Unfunded Accrued Liability as a level dollar amount instead of a level percent of pay.

Mr. Goldstein made a motion to lower the investment return assumption to 6.5%, seconded by Mr. West. Motion carried 4-0. Mr. Amrose will follow up with Mr. Tierney at once based on the standing agreement with the City of Sunrise.

GRS to prepare the Annual State Report – Mr. McGovern made a motion to engage GRS to complete the required annual report, seconded by Mr. West. Motion Carried 4-0.

Attorney's Report

No report

Administrator's Report

No report

New Business

Staff Review - Mrs. Ostrander presented the CPI index to the Board to review for their consideration. After review and consideration, Mr. Berman made a motion to adjust Staff by a 5.00% cost of living adjustment effective October 01, 2023, seconded by Mr. West. Motion passed 4-0. Mrs. Ostrander thanked the Board.

Trustee Emeritus – Mr. Goldstein made a motion to accept the policy, seconded by Mr. Berman. Motion carried 4-0. Mrs. Levy was asked if the Trustee Emeritus was subject to Sunshine laws. She stated that she would like to give this some further thought and would report back to the Board since the policy would not be in effect just yet.

Open Board Discussion

None

Adjournment

Motion to adjourn at 12:30 P.M. by Mr. Berman, seconded by Mr. West. Motion carried 4-0.