

POLICE & FIRE PENSION INVESTMENT BOARD

July 20, 2023
12:00 - 1:00 p.m.

Summary Minutes

The information in these meeting minutes is intended to assist Police and Fire Pension members in understanding the activities of the Investment Board. The information is not intended to provide investment or financial advice to any individual or organization and should not be relied upon for that purpose. While we attempt to keep the content accurate, we cannot guarantee that all information is current, accurate or complete.

Members present physically:

Steve Hubka – Mayoral/Council Appointment (Board Secretary)
Derek Dittman – Police Electee
Eric Augustin – Fire Electee
Barb McIntyre – Human Resources Director

Members attending via teleconference:

Guy Pinkman – Fire Electee (Board Chairman)

Members Absent:

Matt Franken – Police Electee
Lyn Heaton – Finance Director (arrives at 2:30)
Becky Ferguson – Mayoral/Council Appointment
Vacant position – Mayoral/Council Appointment (vacant as of 11/17/2022)

A quorum is any five physically present Board members. Action can be taken when 5 members approve.

Human Resources Staff physically present:

Paul Lutomski – Police and Fire Pension Officer

Others attending via teleconference:

Corry Walsh, CFA, CAIA - RVK Investment Advisors
Britt Vriesman - RVK Investment Advisors

Unless otherwise noted, meeting materials were provided to Investment Board members in electronic format, or printed format, for their advance consideration.

Documents:

Public Equity Search
Documents for these tele-conference manager interviews.
1. Acadian Emerging Markets Equity
2. GQG Partners Emerging Markets Equity

Paul Lutomski states that only 4 members are physically present so voting will not be possible.

In this meeting 2 managers will present. Per the adopted Equity Structure, the two managers are candidates for a 14% (of equity, ~\$20M) allocation to Emerging Markets (Active).

Corry and Britt provide an overview of the investment space and manager.

GQG presents.

Acadian presents.

Corry and Britt re-cap stating each manager is excellent and selection will depend on the board's preferences.

Corry refers to the Public Equity Search document pages 54- 62 comparing managers.

GQG: more downside protection, forward looking focus, predominantly stock selection is made by CIO Rajiv Jain, who has an incredible history, including prior to GQG, of out-performance other than immediately after Covid outbreak.

Acadian: invest close to benchmark with small variations for alpha generation, very advanced quantitative process.

Members of the board discuss that the source of funds for the new investments is to come from existing equities. They discuss fees, volatility, diversification, staff, organization, investment philosophy, process. They discuss the risk of GQG decisions predominantly from the CIO. Decision points regarding CIO age, passion for professional investing, and understanding that even if CIO suddenly separates from GQG the value of the GQG underlying investments will not be affected allowing time to evaluate sale of the position. Consensus emerges for GQG by attending members.

Guy Pinkman adjourns the meeting at 12:45 P.M.