

**MINUTES OF THE INVESTMENT REVIEW MEETING OF
THE CITY OF MIAMI
FIRE FIGHTERS' AND POLICE OFFICERS' RETIREMENT TRUST**

May 9, 2019

MEMBERS PRESENT

O. Cotera	-	Appointed by the City Commission
M. Fernandez	-	Appointed by the City Commission
S. MacDonald	-	Elected by the Police Officers
N. Enriquez	-	Elected by the Fire Fighters
T. Roell	-	Appointed by the City Commission
R. Suarez	-	Elected by the Fire Fighters
A. Valdivia	-	Elected by the Police Officers

ALSO PRESENT

W. Cottle	-	Investment Consultant
S. Cottle	-	Investment Consultant
J. Nipp	-	Investment Consultant

MEMBERS ABSENT

T. Gabriel	-	Appointed by the City Commission
Vacant	-	City Manager Appointee

Chairman O. Cotera called the meeting to order at 8:35 a.m. with a quorum being present.

MILLIMAN USA – Represented by W. Cottle, S. Cottle, and J. Nipp

The Consultant reviewed with the Board the performance for quarter ending March 31, 2019.

Performance Report

The FIPO Trust had a total market value of \$1,544,070,071 as of March 31, 2019, which represents an increase of \$69.7 million from the December 31, 2018 market value. The overall change in the Trust's market value was the result of \$25.9 million in net cash flows and a net investment change of \$43.8 million. The Trust had a return, net of fees, of 7.8% during the first quarter of 2018, which underperformed the Fund's benchmark of 8.2%. For fiscal year to date the fund shows a 0.5% return vs the benchmark return of 1.7%.

Watch List

Copper Rock's international small cap equity portfolio was placed on the Watch List at the January 23, 2019 Board meeting. Copper Rock outperformed the benchmark during the first quarter, while still lagging behind its benchmark over the one- and two-year metrics.

MINUTES OF THE INVESTMENT REVIEW MEETING, OF THE CITY OF MIAMI FIRE FIGHTERS' AND POLICE OFFICERS' RETIREMENT TRUST

May 9, 2019

Page 2 of 3

INVESTMENT /ISSUES AND PERFORMANCE REVIEW QE 03/31/2019

MANAGER PRESENTATIONS

The below listed Investment Managers made presentations to the Board on their performance for quarter ending March 31, 2019. A copy of their individual reports is on file at the Fire and Police Pension Office and available for review.

Copper Rock – L. Motch, D. Dineen

Barrow, Hanley, et al – M. Giambrone, M. Luchsinger

Catalyst Investment Partners – G. Wolfson

Vanguard – DROP – A. Cooper

Lexington Partners – T. Newby

Pacific Asset – M. Spitler

ADMINISTRATIVE ISSUES

S. Harris – Forfeiture

The Administrator reported that S. Harris had failed to respond to the Notice of Forfeiture. An Order for Forfeiture prepared by Legal Counsel was reviewed. A motion was made by N. Enriquez and seconded by A. Valdivia to approve the Order for the forfeiture of interest accrued on member S. Harris' contributions. The motion was approved unanimously.

Investment Consultant RFP

The Board discussed the Investment Consultant RFP responses which they are in the process of reviewing. The Administrator shared informational package provided by Bowen, Hanes & Company Inc. (BH & C) a total return money manager and sole money manager for the Tampa Firefighters' and Police Officers' Pension Plan for the last 44 years. Discussion ensued. The Board expressed concern as to the need to amend the RFP that was sent out to include this model of investing. The Administrator was asked to consult Legal Counsel on the issue. Administrator was also directed to obtain more information on BH & C with regards to performance, portfolio breakdown, fees, etc. The Board asked that the issue be placed on the next meeting's agenda for further discussion.

MINUTES OF THE INVESTMENT REVIEW MEETING. OF THE CITY OF MIAMI FIRE
FIGHTERS' AND POLICE OFFICERS' RETIREMENT TRUST
May 9, 2019

Page 3 of 3

With no further business, the meeting was adjourned at 12:35 p.m. by a motion from S. MacDonald a second from A. Valdivia and a unanimous vote.



O. Cotera, Chairman

Attest:



Dania Orta, Administrator