

## **Winter Park Police Officer's Pension Trust Fund**

### **Quarterly Meeting**

**February 6, 2025 at 4:00 P.M.**

#### **Members:**

Lt. Kevin Roesner, Chairman  
Sgt. Pam Woehr, Vice Chairman/ Secretary  
Linda Lindsey, Trustee  
William Deuchler, Trustee

#### **Attendees:**

Pedro Herrera, Attorney Via ZOOM  
Burgess Chambers, BCA  
Bryan Templeton, Administrative Assistant  
Amy Lester, Westwood  
Matt Lockridge, Westwood

#### **Call to order:**

Chairman, Lt. Kevin Roesner called the meeting to order at 4:05P.M.

#### **Approval:**

*A motion was made* by Bill Deuchler and seconded by Sgt. Woehr to approve the minutes from November 7, 2024 with revisions to the quarterly investment summary report, and the quarterly billing for October-November-December 2024. *All were in favor.*

**Public Comment:** *None.*

#### **Quarterly Report:**

*Burgess Chambers, BCA, gave the Investment Summary Report:*

Winter Park Police Officers Pension Plan Total Fund Investment Summary December 31, 2024

- For the quarter, the Plan was down \$393K or -0.7% (-0.7% net), behind the strategic model (-0.1%) and ranked in the top 29th percentile. The top performing asset categories were: Convertibles (+2.5%, 55th), and Fidelity Large Cap (+2.4%, top 45th).
- For the one-year period, the Plan earned \$7.3 million or +11.5% (+11.2% net), behind the strategic model (+12.9%) and ranked in the top 31st percentile. The best three performing asset categories were: Large Cap Core (+25.0%, top 42nd), Mid Cap Core (+15.3%, top 28th), and Private Credit (+14.1%).
- For the three-year period, the Plan earned \$3.3 million, averaging +2.1% (+1.7% net) per year.

- For the five-year period, the Plan earned \$20.2 million, averaging +6.8% (+6.5% net) per year.
- For the ten-year period, the Plan averaged +6.9% (+6.6% net) per year. It should be noted that the Florida Retirement System's expected rate of return was reduced to +6.7% in 2023.
- Beginning in January 2023, capital calls were issued to fund the Ironsides Opportunities Fund II (private credit). Payments totaling \$1.1 million have been made through October 2024, while \$1.9 million of the original \$3 million commitment remains to be called.
- In November 2022, an \$800K redemption was requested from the American Core Reality Fund and remains active. Payments totaling \$382K have been received through January 2025, and a balance of \$418K remains. Since July 2023, American Core has distributed \$89,753 in dividends after the DRIP was halted, the distributions are scheduled to continue.
- In November 2022, an \$800K redemption was requested from the Barings Reality Fund and remains active. Payments totaling \$283K have been received through January 2025, and a balance of \$517K remains. Since October 2023, Barings has distributed \$74,304 in dividends after the DRIP was halted, the distributions are scheduled to continue.
- In October 2024, \$281K was raised from Fidelity 500 Index and wired to the Ironsides Opportunities Fund to satisfy a capital call.
- Westwood's large-cap 10-year results were ahead of the benchmark (+9.6% vs. +8.5%). However, trailing performance over the past 12 months has pulled back annualized excess returns for the three and five-year periods. These relative trailing results are expected to improve, given that current higher interest rates should favor the portfolio's emphasis on high quality balance sheet companies.
- In the third quarter of 2024, Advent Convertibles and the SPDR Bloomberg Convertible ETF were fully liquidated, and the proceeds were invested into the iShares Convertible Bond index ETF (ICVT).
- Cohen & Steers Global Infrastructure returned -6.2% during the quarter vs. the benchmark return of -5.5%, however, performance was ahead for the 12-month period (+12.4% vs. +10.5%, top 26th). Five-year performance ranked in the top 36th.
- Euro-Pacific beat the benchmark for the quarter (-6.9% vs. -8.1%) and ranked in the top 44th percentile. Ten-year results beat the benchmark (+6.2% vs. +5.7%) and ranked in the top 23rd percentile.
- The Ironsides private credit product beat its benchmark for the 12-month period (+14.1% vs. +8.0%). Distributions totaling \$596,154 have been received through December 2024.
- ARA American Realty's private real estate's results were similar to the benchmark for the quarter (+1.0% vs. +1.2%), the second consecutive positive quarter. This suggests that the severe mark down cycle has ended.
- Barings Core Property real estate results were ahead of the benchmark for the quarter (+1.4% vs. +1.2%) and follows two previous positive quarters. This suggests that the severe mark down cycle has ended.
- TerraCap V's performance has stabilized. The original investment was \$3.5 million. Distributions totaling \$357,714 have been received through December 2024.

Westwood reported on their LargeCap Value strategy which invests at the intersection of quality and value. We think the headwinds we have been facing with high beta, lower quality outperforming is at the turn, and we will be rewarded moving forward with the companies we hold that are at the intersection of high quality and value. We expect to see performance and peer rankings improve moving forward.

The environment since COVID has rewarded with lower quality stocks and we expect this to shift. We are happy with our portfolio positioning as we move forward in 2025 and expect to see the portfolio perform in terms of downside protection and overall returns as we expect to see market volatility and a brooding of returns outside of the Mag 7. We have already seen this occurring since 4Q24. While the last 12-18 months have been a headwind for our style, and this has affected 3- and 5-year performance, the longer-term periods and since inception show strong absolute and relative outperformance.

*A motion was made* by Lt. Roesner and seconded by William Deuchler to move \$1.3 million from International Fund to Bond Fund. *All were in favor.*

*A motion was made* by Bill Deuchler and seconded by Linda Linsey to commit \$5 million to Ironside 2 which is schedule to open May 1, 2025. *All were in favor.*

#### **Attorney Report:**

*Pedro Herrera, Sugarman, Susskind, Braswell & Herrera, P.A., gave the Attorney Report:*

An update on the Social Security Fairness Act. It has been repelled. Just for our information 1099R-Disability is tax free.

#### **Administrative Report:**

*Bryan Templeton, Assistant Pension Administrator, gave the Administrative Report:*

*A motion was made* by Lt. Reosner and seconded by Sgt. Woehr to approve the Detailed Accounting Report for the Administrative Expenses for 10-1-2023 to 9-30-2024. *All were in favor.*

#### **New Business:**

None

#### **Old Business:**

None

#### **Adjournment:**

Chairman; Lt. Kevin Roesner adjourned the meeting at 5:52 P.M.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to be 'Pam Woehr', with a long horizontal flourish extending to the left.

Sgt. Pam Woehr Vice Chairman/Secretary