

North Broward Hospital District Board of Commissioners
1601 South Andrews Avenue, Suite 100, Fort Lauderdale, FL 33316

PENSION AND INVESTMENT COMMITTEE MEETING

Immediately following the Finance Committee

Wednesday, August 28, 2024

The Pension and Investment Committee Meeting of the North Broward Hospital District was held at the Broward Health Sports Medicine Building, 1601 South Andrews Avenue, Suite 100, Fort Lauderdale, FL 33316.

1. **NOTICE OF MEETING**

2. **CALL TO ORDER**

There being a quorum present, the meeting was called to order by Chair Paul C. Tanner at 3:39 p.m.

3. **ROLL CALL**

Present:

Commissioner Christopher J. Pernicano
Commissioner Ray T. Berry, Vice Chair
Commissioner Paul C. Tanner, Chair

Additionally Present:

Stacy L. Angier, Commissioner
Nancy W. Stamper, Commissioner
Jonathan K. Hage, Commissioner
Shane Strum, President, Chief Executive Officer
Alan Whaley, EVP/Chief Operating Officer
Alisa Bert, VP, Interim Chief Financial Officer
Linda Epstein, Corporate General Counsel

4. **PUBLIC COMMENTS**

Chair Tanner opened the floor for public comments. In which there were none.

5. **APPROVAL OF MEETING MINUTES**

5.1. Approval of Pension and Investment Committee Meeting Minutes dated May 29, 2024

Without objection, Chair Tanner approved the minutes, dated May 29, 2024.

Motion *carried* without dissent.

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6. TOPIC OF DISCUSSION

6.1. Review Investments (non-Private Equity) quarter ending 6/30/2024 (Presenter – Robert Hungerbuhler, Segal Marco Advisors)

6.1.1. Broward Pension Composite 2Q24

Mr. Hungerbuhler, presented the below slides of the Pension Composite:

- Financial Market Conditions
- Total Fund
- Domestic Equity Managers
- International Equity Managers
- Emerging Markets Equity Managers
- Fixed Income Managers
- Global Unconstrained Fixed Income Managers
- MACS Managers
- Core Real Estate Managers
- Hedge Fund of Funds
- Closed-Ended Funds
- Value Add/Opportunistic Real Estate Managers
- Infrastructure Managers
- Investment Manager Roster

6.1.2. Broward Unrestricted Composite 2Q24

Mr. Hungerbuhler, presented the below slides of the Unrestricted Composite:

- Financial Market Conditions
- Total Fund
- Domestic Equity Managers
- International Equity Managers
- Emerging Markets Equity Managers
- Fixed Income Managers
- Global Unconstrained Fixed Income Managers
- MACS Managers
- Core Real Estate Managers
- Hedge Fund of Funds
- Closed-Ended Funds
- Value Add/Opportunistic Real Estate Managers
- Infrastructure Managers
- Short Tern Assets
- Investment Manager Roster

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6.2. Review Private Equity Investments quarter ending 6/30/2024 (Presenter – Chris Lagan, Congress Asset Management)

Mr. Lagan provided the following Unrestricted Fund and Employees' Pension high-level summary:

- Through June 2024 both plans had high estimated trailing 3-year and 5-year returns with moderation in the trailing one-year period
- Capital call activity lower than last year, cash returns exceeded full year 2023 and outpacing capital calls
 - Unrestricted received \$5.0 million (7.2x cost) YTD through June 30
 - Pension received \$4.3 million (9.7x cost) YTD through June 30
- Cumulative Net Benefit estimated at record mark on June 30, 2024
 - Unrestricted Fund net benefit estimated at \$74 million vs. \$67 million at year end 2022
 - Pension net benefit estimated at \$53 million vs. \$46 million at year end 2022
- Top holdings in the portfolio are healthy (~25% of market value)

Recommendations

- Unrestricted fund: allocate \$10 million new Private Equity commitments for 2024 / 2025 vintage funds
 - Maintain balance among vintage years
 - Maintain exposure at/near target allocation
 - Focus on follow on investments

Mr. Dean Raymond, Congress Asset Management Analyst, presented the following:

- Unrestricted Fund Portfolio Review (Estimated as of 6/30/24)
 - Valuation Summary
 - Performance Summary
 - Unrestricted Fund Benchmarking
 - Performance Review
 - Capital Calls & Returns
 - Private Equity Allocation Forecast

7. ADJOURNMENT

There being no further business on the agenda, the Chair adjourned the meeting at 4:08 p.m.

Respectfully submitted,
Commissioner Paul C. Tanner