



SUMMARY TO THE BOARD OF TRUSTEES AND F.I.A.C. MANAGER UPDATE WORKSHOP

Tuesday, August 3, 2021
12:00 P.M. – 1:00 P.M.

City of Jacksonville Police and Fire Pension Fund
1 West Adams Street Suite 100, Jacksonville, FL 32202
Richard "Dick" Cohee Board Room

Board of Trustees

Assistant Chief Chris Brown, Chair
Cpt. Michael Lynch
Richard Patsy – via ZOOM

Financial Investment and Advisory Committee (F.I.A.C.)

Rodney Van Pelt, Secretary – via ZOOM
Jim Mattera – via ZOOM

Staff

Timothy H. Johnson, Executive Director – Plan Administrator
Steve Lundy, Deputy Director
Kevin Grant, Finance Manager

Guests

Marty LaPrade, Sawgrass Asset Management
Marc Davis, Sawgrass Asset Management
Greg Gosch, Sawgrass Asset Management
Brian Monroe, Sawgrass Asset Management
David Siegel, Sawgrass Asset Management
Chuck Baldwin, JFRD, Local 122
Kelly Dobson, JFRD, Local 122

Notice

NOTICE: Meeting Agendas and Summaries are available on our website at jaxpfpf.coj.net. For additional meeting documents, please contact Steve Lundy, Custodian of Public Records for the City of Jacksonville Police and Fire Pension Fund at 904-255-7373 or SLundy@coj.net to file a public records request.

Pursuant to the American with Disabilities Act, accommodations for persons with disabilities are available upon request. Please allow 1-2 business days notification to process; last minute requests will be accepted, but may not be possible to fulfill. Please contact Disabled Services Division at: V(904) 630-4940, TTY-(904) 630-4933. If any person decides to appeal any decision made with respect to any matter considered at this public meeting such person will need a record of proceedings, and for such purpose such person may need to ensure that a verbatim record of the proceedings is made at their own expense and that such record includes the testimony and evidence on which the appeal is based. The public meeting may be continued to a date, time, and place to be specified on the record at the meeting. Additional items may be added / changed prior to meeting.

Agenda

I. Public Speaking

None.

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II. *Manager Update*

a. Sawgrass Asset Management

Marty LaPrade, Brian Monroe, Marc Davis, David Siegel, and Greg Gosch of Sawgrass Asset Management gave their presentation. They covered and discussed the following slides (page numbers in parentheses) with those in attendance:

- Sawgrass Asset Management By the Numbers (5)
- Experience Working with Municipal Plans in Florida (7)
- Sawgrass Investment Strategies (8)
- The Sawgrass Growth Equity Alpha Thesis (10)
- Investment Process (12)
- Most Rapid Decline and Recovery Ever (13)
- Margin Debt (14)
- Market Capitalization as a % of Nominal GDP (15)
- Valuations Continue to Be Stretched (16)
- Core PCE Price Index (17)
- Long-Term U.S. Treasury Rates (18)
- Historical Look at Top 5 Largest Weights (19)
- “Elite Eight” – 2 Year (20)
- “Elite Eight” 9/2/20 – 6/30/21 (21)
- Elite Eight Valuations (TTM P/E) (22)
- Portfolio Summary (24)
- Portfolio Performance (25)
- Sawgrass Diversified Large Growth Equity – 10 Year Peer Rankings (26)
- Consistent Outperformance in Negative Periods (27)
- What is Missing in This Market? – A Normal Occurrence of Negative Periods (28)
- Performance: Three Phases of a Market Cycle (29)
- Returns After Challenging 2 Year Period 3/1998 – 3/2000 (31)
- Returns After Challenging 2 Year Period 2/2009 – 2/2011 (33)

III. *Adjournment*

1:00 P.M.

Nawal McDaniel, Board Secretary

Summary Prepared By:

Steve Lundy, Deputy Director
City of Jacksonville Police and Fire Pension Fund

Posted: 08/05/2021

To be Approved: 08/20/2021