



## **MINUTES OF THE SUPPLEMENTAL PENSION BOARD CITY OF HUNTINGTON BEACH**

Tuesday, November 3, 2020  
5:05 pm – 5:50 pm  
Via Zoom Teleconference  
Civic Center, 2000 Main Street  
Huntington Beach, California 92648

### **CALL TO ORDER**

The meeting was called to order at 5:05 pm.

### **ROLL CALL**

Present: Ms. Alisa Backstrom, City Treasurer  
Mr. Dahle Bulosan, Chief Financial Officer  
Mr. Travis Hopkins, Assistant City Manager

Guests: Mr. Darren Stewart, Benefit Financial Services Group ("BFSG")  
Mr. Christopher Rowey, BFSG  
Ms. Aksana Munoz, BFSG

### **PUBLIC COMMENTS**

None

### **INVESTMENT MANAGER REQUEST FOR PROPOSAL**

The Board discussed results of recent interviews with two RFP finalists, US Bank and PFM. After discussion, the Board anonymously agreed to retain US Bank as their Investment Manager for the Plan.

### **BFSG PORTFOLIO REVIEW**

The Board received and filed the Retirement Plan Quarterly Investment Review (the "Report") for the quarter ending September 30, 2020. Mr. Rowey provided a brief overview of economic and market conditions as they related to the performance of the Plan's investments.

The Board reviewed the portfolio performance. As of September 30, 2020, the allocation of the portfolio fell within the permissible ranges as set forth by the Investment Policy Statement ("IPS"). Mr. Rowey reviewed the IPS allocations noting the portfolio currently slightly overweights domestic equities.

For the quarter, the portfolio outperformed its custom active and passive benchmarks across all measured periods noted in the Report. Mr. Rowey reviewed the style analysis noting the portfolio is constructed to be more growth oriented as compared to the IPS portfolio.

As of September 30, 2020, each investment in the portfolio ranked above average relative to their category peers based on BFSG's Evaluation Methodology which examines returns, risk, style, and expense. T. Rowe Price Mid Cap Value slightly trailed both benchmarks during the quarter but its overall Evaluation Methodology ranking score remains strong at 16 ("outperform"). Vanguard International Growth outperformed both benchmarks across all measured time periods noted in the Report. An overweight to foreign stocks and emerging markets and its growth-oriented portfolio contributed to the fund's relative performance.

## **ADJOURNMENT**

With no further issues to discuss the meeting was adjourned at 5:50 pm. The next meeting will be held January 28, 2021.