

City of Melbourne



Financial Services • 900 E. Strawbridge Avenue, Melbourne, FL 32901
(321) 608-7030 • Fax (321) 608-7048 • E-Mail: finance@mlbfl.org

MINUTES - MELBOURNE MUNICIPAL POLICE OFFICERS RETIREMENT SYSTEM

City Hall Council Chamber
900 E. Strawbridge Avenue
Melbourne, FL 32901

November 12, 2025 • 12:30 PM

Board Members Present: Janice Hill, Chair
Ian Mitchell, Vice-Chair
Gary Parfitt, Board Member

Absent: Ryan Schorer, Secretary
Robert Tolomeo, Board Member

Also Present: Bonni Jensen, Board Attorney
Kerry Richardville, Mariner Institutional
Connie Davis, Garcia Hamilton & Assoc.
Jeff Detwiler, Garcia Hamilton & Assoc.
Mark Delaney, Garcia Hamilton & Assoc.

A. OPENING

1. Call to Order

The meeting was called to order by Janice Hill, Chair at 12:30 p.m.

2. Public Comments

There were no public comments.

3. Approval of Minutes Dated August 13, 2025

Ms. Hill asked the Board members if they had reviewed the minutes dated August 13, 2025. All Board members had reviewed the minutes.

Ian Mitchell/Gary Parfitt moved to approve the minutes dated August 13, 2025. All were in favor. Motion carried.



B. NEW BUSINESS

4. Approval of Invoices

- a. Klausner, Kaufman, Jensen & Levinson Dated July 31, 2025 for \$2,512.50, August 28, 2025 for \$2,062.50, and September 30, 2025 for \$6,075.00
- b. Mariner Institutional, LLC Dated September 30, 2025 for \$11,808.76
- c. Atlanta Capital Management Dated October 20, 2025 for \$20,418.00
- d. Brandywine Global Management Dated October 22, 2025 for \$24,711.79
- e. Garcia Hamilton & Associates Dated October 1, 2025 for \$20,873.36
- f. Barings Real Estate Advisors Dated September 30, 2025 for \$7,734.89
- g. Segall Bryant & Hamill Dated September 30, 2025 for \$7,770.86
- h. Winslow Capital Management Dated October 17, 2025 for \$18,861.36
- i. City of Melbourne Revenue Office Dated October 1, 2025 for \$3,600.00
- j. Florida Municipal Insurance Trust Dated October 31, 2025 for \$12,552.28

Ms. Hill asked the Board members if they had reviewed the invoices. All Board members had reviewed the invoices.

Gary Parfitt/Ian Mitchell moved to approve payment of invoices to Klausner, Kaufman, Jensen & Levinson P.A., Mariner Institutional, LLC, Atlanta Capital Management, Brandywine Global Management, Garcia Hamilton & Associates, Barings Real Estate Advisors, Segall Bryant & Hamill, Winslow Capital Management, City of Melbourne Revenue Office, and Florida Municipal Insurance Trust. All were in favor. Motion carried.

5. Quarterly Reports

Garcia Hamilton & Associates

Ms. Connie Davis, Investment Analyst, informed the Board that Stephanie Roberts with Marketing & Client Services was retiring after 26 years with the firm. Her ownership would be redistributed to the other partners at Garcia Hamilton.



Mr. Mark Delaney, Senior Portfolio Manager, reviewed the quarterly performance of the fixed income portfolio ending September 30, 2025. The gross of fees quarterly return was 2.29% compared to the Bloomberg US Aggregate of 2.03%, and the year-to-date return was 7.17% compared to the index of 6.13%. The market value of the portfolio was \$33,397,382.09. He compared the 30-year real interest rates to the 10-year growth of working age population (ages 25 to 54), with a high correlation of .88%. The average effective tariff rate was near 100-year high at 18.6%, which ultimately wiped out any discretionary household income within the first year. Ms. Hill asked if he predicted a recession on the horizon. Mr. Delaney believed that the Fed cutting rates would stimulate the economy and prevent a recession.

Mr. Detwiler reviewed the long-term average spread of 2.0% on the yield curve, compared to the current rate of .79%. He explained that short-term rates were moving higher than long-term rates. The Fed tightening caused the yield curve to flatten, while the Fed easing would cause the yield curve to steepen. He stated that the Bloomberg US Corporate average was 74 basis points, spreads were very tight, but nowhere near recession levels. Mortgage-Backed Securities were discounted and Agency Securities were attractive relative to credit at a long-term average of .45%. Mr. Detwiler explained that the current portfolio was overweight to MBS and underweight to Corporates, with high quality and longer durations, compared to the Bloomberg US Aggregate. Ms. Richardville asked about the Federal Reserve predictions. Mr. Detwiler replied that they anticipated the Fed would cut rates 25 basis points in December and another 50 basis points next year, and predicted that rates may go neutral and beyond to stimulate the economy.

Mariner Institutional

Ms. Kerry Richardville presented the quarterly results ending September 30, 2025. She stated that the major market index performance was strong and positive in all asset classes, with the same narrow leadership and AI themed returns. The ending market value of the portfolio was \$116,239,330 with an allocation of 47.7% domestic equity, 16.0% international equity, 28.7% domestic fixed income, 2.8% global fixed income, 3.0% real estate, and 1.8% cash. Ms. Richardville stated that the asset allocation was within the investment policy targets. The total fund net of fees returned 2.91% for the quarter and 10.41% for the fiscal year. Brandywine continued to struggle against the Russell 1000 Value Index, so Ms. Richardville suggested that the Board consider splitting the mandate with another value manager. Atlanta Capital and Winslow were under-weight in the magnificent seven stocks, so the growth equity composite lagged against the Russell 1000 Growth Index. Ms. Hill expressed her concern with recent shop changes at Atlanta Capital. Ms. Richardville agreed and recommended that the Board review other alternative managers at the next meeting. She concluded with the international equity return of 5.64%, domestic fixed income of 2.35%, global fixed income of 3.05%, and real estate of 1.28% for the quarter.



Ms. Richardville provided a proposed revision to the Investment Policy Statement that adopted compliance language prohibiting direct investments in “Entities that Boycott Israel” identified by the State Board of Administration in conjunction with the Department of Management Services. Securities identified on the list must be divested within twelve months of the company’s initial appearance on the list.

Gary Parfitt/Ian Mitchell moved to approve the revised Investment Policy Statement that adopted compliance language prohibiting direct investments in “Entities that Boycott Israel”. All were favor. Motion carried.

Foster & Foster, Inc.

Mr. Patrick Donlan had to take another call and would not be able to join the meeting for approximately 20 minutes. The Board members agreed to postpone the presentation of the Actuarial Experience Study to the next quarterly meeting.

C. TRUSTEES COMMENTS

There were no additional comments.

D. ATTORNEY COMMENTS

Ms. Jensen reminded the Board to submit the Comprehensive State Report through the state portal by December 15, 2025. The proposed meeting dates for the calendar year were February 11, 2026, May 13, 2026, August 12, 2026 and November 16, 2026. She provided an update on the disability claim filed by Eric Gould. The claimant was separately scheduled for an Independent Medical Examination with a cardiologist and a gastroenterologist based on his medical claims. Mr. Gould attended the appointment with the cardiologist and the IME results were provided to the Board. Mr. Gould cancelled the appointment with the gastroenterologist, and the physician asked for an additional rescheduling fee of \$825.00. The Board agreed that the IME from the gastroenterologist was a required part of the disability application, and directed the Board Attorney to gather that information before the initial disability hearing with the claimant would be scheduled.

E. ADJOURNMENT

The meeting was adjourned by Janice Hill, Chair at 1:45 p.m.

A handwritten signature in blue ink that reads "Jennifer Chase".

Jennifer Chase, Recording Secretary
Melbourne Municipal Police Officers'
Retirement Trust Fund Board