



Legislation Details (With Text)

File #: ID#20-8322 **Version:** 1 **Name:** Hire Large Cap Growth Index Fund Money Manager
Type: Action Item **Status:** Passed
File created: 9/25/2020 **In control:** Pension Trustees
On agenda: 10/12/2020 **Final action:** 10/12/2020

Title: Approve an agreement with Northern Trust Investments, Inc. for investment in the Northern Trust Collective Russell 1000 Growth Index large cap growth equity fund and authorize the appropriate officials to execute the same.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Northern Trust - Clearwater FL Pension DB CFCA 4th Amend, 2. Equilend Notice and Consent, 3. May 2003 - Collective Fund Custody Agreement, 4. July 2004 AMENDMENT TO COLLECTIVE FUND CUSTODY AGREEMENT, 5. May 2007 - 2nd amendment to Collective Fund Custody Agreement, 6. Aug 2007 - 3rd amendment to Collective Fund Custody Agreement

Date	Ver.	Action By	Action	Result
10/12/2020	1	Pension Trustees		

SUBJECT/RECOMMENDATION:

Approve an agreement with Northern Trust Investments, Inc. for investment in the Northern Trust Collective Russell 1000 Growth Index large cap growth equity fund and authorize the appropriate officials to execute the same.

SUMMARY:

The Pension Investment Committee is recommending the addition of a large cap growth equity index fund, to complement the current large cap growth equity fund actively managed by Voya.

The addition of this index fund increases the diversification of the large cap growth equity category by allocating a portion of the current actively managed monies to a passive index fund with lower management fees.

The Pension Investment Committee unanimously recommends Northern Trust Collective Russell 1000 Growth Index Fund for an initial investment of \$30 million, or approximately 2.7% of the total plan investment portfolio.

As of June 30, 2020, Northern Trust Collective Russell 1000 Growth Index Fund historical performance has been as follows:

	<u>Performance</u>	<u>Russell 1000 Growth Index</u>
Last 3 years	18.95%	18.99%
Last 5 years	15.87%	15.89%

Last 10 years	17.25%	17.23%
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Investment manager fees will be 3 basis points (0.03%) with a cap on administrative fees of 1 basis point (0.01%).

The pension plan's attorney, Klausner, Kaufman, Jensen and Levinson, has reviewed and approved the fourth amendment to the Collective Custody Agreement and the Equilend Notice and Consent required to execute this agreement.

APPROPRIATION CODE AND AMOUNT:

6467410-530100 \$12,000 annually