

**Pension Trustees
Meeting Minutes
August 13, 2025**

The quarterly meeting of the Trustees of the Tredyffrin Township Police Pension Fund (TTPPF), Deferred Compensation Plan, and the OPEB Trust, to discuss the results of the previous quarter, was held on the above date at the Township Building. Trustees participating were Trustees Richard Veith, Warren Hyams, and Stanford Nishikawa. Also in attendance were Township Manager William Martin; Chief Operating Officer Joseph DiRocco; Chief of Police Mike Beaty; Board of Supervisors Liaison Murph Wysocki; and Recording Secretary Patricia Hoffman. Attending from PFM Advisors was Donald Grant.

The meeting dates for the year were advertised in the 12/27/2024 issue of Daily Local and the 1/5/2025 issue of the Main Line Suburban. The meetings dates for the year were published on the Township website by 12/31/2024 and were printed in the Township's newsletter 1/31/2025.

The meeting was called to order at 7:31 AM.

Approval of Minutes

A motion was made by Mr. Nishikawa, seconded by Mr. Hyams and passed unanimously to approve the minutes of the May 14, 2025, meeting.

Assumed Rate of Return

Mr. Martin reported that at their July 21, 2025 meeting, the Board of Supervisors approved lowering the Police Pension Plan's assumed rate of return to 7.12%, thus increasing the 2026 Minimum Municipal Obligation to \$125K annually.

The Trustees privately discussed PFM Management of the portfolio and the services they provide the Township.

PFM Review

Mr. Grant reported PFM's overview of the market in the second quarter of 2025 and provided additional updates as of 8/11/2025. TTPPF's major asset classes are trending upward in the third quarter. TTPPF has continued to perform well compared to other peer funds in the same size category.

Going into the third quarter, Mr. Grant noted that while markets are trending upwards and showing strong resiliency despite volatility, he commented that "the market is not the economy". The labor market was down in May, June and July, and there is a concern regarding "stagflation". PFM's analysts are anticipating a potential Fed rate cut in September, but feel the Fed is waiting to see how tariffs will affect inflation (CPI). Mr. Grant further stated that political/policy changes will continue to be a big risk factor over the next 6-12 months.

There was discussion regarding Eaton Vance/Atlanta Capital Focused Growth, which has continued to underweight technology investments, thus protecting TTPPF on the downside in case of a correction in that market sector.

Aristotle International continues to remain on PFM's watchlist.

After reviewing the recommendation for any possible replacement for Met West, Trustees agreed by consensus to continue monitoring Met West's performance, to observe how their new management team performs.

There was further discussion with Mr Grant regarding how PFM makes decisions regarding their discretionary clients' accounts.

Chief Beaty left the meeting at 8:28 AM.

After reviewing TTPPF's updated asset allocation, Trustees unanimously agreed to rebalance the fund, removing \$100,000 from Vanguard All Cap Core Index, \$100,000 from Vanguard Large Cap Growth Index, and \$400,000 from Vanguard International Index, and adding these funds to Vanguard Real Estate Index fund account. Mr. DiRocco confirmed there were no operational cash needs at this time.

Next Meeting

The next meeting is scheduled for November 12.

Adjournment

The meeting was adjourned at 8:48 AM.

Respectfully submitted,

Patricia Hoffman
Recording Secretary