



D A L L A S
POLICE & FIRE
PENSION SYSTEM



MINUTES SUMMARY
Board Meeting
Thursday, November 10, 2022

The Regular and Supplemental meetings of the Dallas Police and Fire Pension System Board of Trustees were held at 8:30 a.m. on Thursday, November 10, 2022, in the Second Floor Board Room at 4100 Harry Hines Blvd., Dallas, Texas.

REQUIRED PUBLIC MEETING

The Required Public Meeting was called to order at 8:36 a.m.

- 1. a.** Jeff Williams and Caitlin Grice of Segal Consulting, DPFP's actuarial firm, discussed results of the January 1, 2022 actuarial valuation report, including the GASB No. 67 actuarial valuation.
- b.** The Executive Director presented the Projected Change in Net Position Bridge Chart based on projected data from the January 1, 2022 Actuarial Valuation report. and reported on the health and performance of DPFP as required by Section 3.01 (j-9) of Article 6243a-1 of Vernon's Revised Civil Statutes.
- 2.** The Chairman extended an opportunity for public comment. No one requested to speak to the Board.

The Required Public Meeting was adjourned at 9:29 a.m.

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REGULAR POLICE AND FIRE PENSION SYSTEM BOARD MEETING

The Regular meeting was called to order and recessed at 8:36 a.m.

The Regular meeting was reconvened at 9:29 a.m.

A. MOMENT OF SILENCE

The Board observed a moment of silence in memory of members and pensioners who recently passed away.

B. CONSENT AGENDA

Approved by the Board, subject to the final review of the staff.

C. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Approved the issuance of the January 1, 2022 actuarial valuation report, subject to final review by the auditors (BDO) and review and approval by the Executive Director.
2. The Professional Services Committee reported to the Board on its meeting with Segal.
3. Approved the proposed 2023 budget.
4. The Chief Financial Officer presented the third quarter 2022 financial statements.
5. The Chief Financial Officer provided a status update on the annual financial audit.
6. The Executive Director delivered electronically the Board Training Manual as required by Section 3.013(c) of Article 6243a-1.
7. The Executive Director reviewed the Monthly Contribution Report.
8. The Board and staff discussed future Trustee education.

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9. Mr. Haben reported on the TEXPERS 2022 Annual Conference.
10. Investment staff briefed the Board on recent events and current developments with respect to the investment portfolio.
11. Staff discussed considerations that need to be addressed prior to reinvesting in new private market commitments.
12. Investment staff provided an overview of DPF public equity investments.
13. The Board and staff discussed legal issues.
14. The Board denied a hardship request.

D. BRIEFING ITEMS

1. Prior to commencing items for Board discussion and deliberation, the Board received public comments during the open forum.
2. The Executive Director's report was presented.

The Regular meeting was adjourned at 11:56 a.m.

MINUTE SUMMARY
Board Meeting
Thursday, November 10, 2022

SUPPLEMENTAL POLICE AND FIRE PENSION BOARD MEETING

The Supplemental meeting was called to order and recessed at 8:36 a.m.

The Supplemental meeting was reconvened at 11:56 a.m.

A. CONSENT AGENDA

Approved by the Board, subject to the final review of the staff.

C. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Approved the issuance of the January 1, 2022 actuarial valuation report, subject to final review by the auditors (BDO) and review and approval by the Executive Director.
2. Approved the proposed 2023 budget.
3. The Chief Financial Officer presented the third quarter 2022 financial statements.

The Supplemental meeting was adjourned at 11:58 a.m.

**Dallas Police and Fire Pension System
Thursday, November 10, 2022
8:30 a.m.
4100 Harry Hines Blvd., Suite 100
Second Floor Board Room
Dallas, TX**

Required Public meeting, Nicholas A. Merrick, Chairman, presiding:

ROLL CALL

Board Members

Present at 8:36 a.m. Nicholas A. Merrick, William F. Quinn, Armando Garza, Michael Brown, Kenneth Haben, Steve Idoux, Mark Malveaux, Nancy Rocha (by phone), Anthony Scavuzzo, Marcus Smith

Absent: None

Staff

Kelly Gottschalk, Josh Mond, Brenda Barnes, Ryan Wagner, Michael Yan, John Holt, Nien Nguyen, Milissa Romero, Cynthia Thomas (by phone)

Others

Jeff Williams, Catlin Grice, Leandro Festino (by phone), Colin Kowalski (by phone), Michael Taglienti, David Elliston, Sheri Kowalski

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The second of two annual public meetings of the Dallas Police and Fire Pension System Board of Trustees as required by Section 3.01 (j-9) of Article 6243a-1 of Vernon’s Revised Civil Statutes.

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The Required Public meeting was called to order at 8:36 a.m.

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1. Report on the health and performance of the Pension System

- a. January 1, 2022 Actuarial Valuation
- b. Projected Change in Net Position Bridge Chart
- a. Jeff Williams and Caitlin Grice of Segal Consulting, DPFP’s actuarial firm, discussed results of the January 1, 2022 actuarial valuation report, including the GASB No. 68 actuarial valuation.

**Required Public Meeting
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1. Report on the health and performance of the Pension System (continued)

- b.** The Executive Director presented the Projected Change in Net Position Bridge Chart based on projected data from the January 1, 2022 Actuarial Valuation report. and reported on the health and performance of DPFP as required by Section 3.01 (j-9) of Article 6243a-1 of Vernon’s Revised Civil Statutes.

No motion was made.

Ms. Rocha left the meeting at 8:53 a.m.

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2. Public Comment

The Chairman extended an opportunity for public comment. No one requested to speak to the Board.

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Ms. Gottschalk stated that there was no further business to come before the Board. On a motion by Mr. Garza and a second by Mr. Smith, the meeting was adjourned at 9:29 a.m.

Nicholas A. Merrick
Chairman

ATTEST:

Kelly Gottschalk
Secretary

**Dallas Police and Fire Pension System
Thursday, November 10, 2022
8:30 a.m.
4100 Harry Hines Blvd., Suite 100
Second Floor Board Room
Dallas, TX**

Regular meeting, Nicholas A. Merrick, Chairman, presiding:

ROLL CALL

Board Members

Present at 8:36 a.m. Nicholas A. Merrick, William F. Quinn, Armando Garza, Michael Brown, Kenneth Haben, Steve Idoux, Mark Malveaux, Nancy Rocha (by phone), Anthony Scavuzzo, Marcus Smith

Absent: None

Staff

Kelly Gottschalk, Josh Mond, Brenda Barnes, Ryan Wagner, Michael Yan, John Holt, Nien Nguyen, Milissa Romero, Cynthia Thomas (by phone)

Others

Jeff Williams, Catlin Grice, Leandro Festino (by phone), Colin Kowalski (by phone), Michael Taglienti, David Elliston, Sheri Kowalski

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The Regular meeting was called to order and recessed at 8:36 a.m.

The Regular meeting was reconvened at 9:29 a.m. Ms. Rocha was not present when the meeting was reconvened.

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A. MOMENT OF SILENCE

The Board observed a moment of silence in memory of active police officer Jacob I. Arellano, retired police officers Ira F. Van Cleave, James W. Beard, Clifford R. Holland, Robert A. Rowe, Clyde F. Goodson, Tommy L. Pettiet, and retired firefighter Jerry G. Russell, James E. Vara, Thomas W. Carr, Bobby J. Manley.

No motion was made.

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**Regular Board Meeting
Thursday, November 10, 2022**

B. CONSENT AGENDA

1. Approval of Minutes

Regular meeting of October 13, 2022

2. Approval of Refunds of Contributions for the Month of October 2022

3. Approval of Estate Settlements

4. Approval of Survivor Benefits

5. Approval of Service Retirements

6. Approval of Alternate Payee Benefits

7. Approval of Payment of QDRO Buyback Contributions

After discussion, Mr. Quinn made a motion to approve the minutes of the Regular meeting of October 13, 2022. Mr. Scavuzzo seconded the motion, which was unanimously approved by the Board.

After discussion, Mr. Haben made a motion to approve the remaining items on the Consent Agenda, subject to the final approval of the staff. Mr. Scavuzzo seconded the motion, which was unanimously approved by the Board.

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C. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. January 1, 2022 Actuarial Valuation

Jeff Williams and Caitlin Grice of Segal Consulting, DPFP's actuarial firm, discussed the results of the January 1, 2022 actuarial valuation report, including the GASB No. 68 actuarial valuation.

After discussion, Mr. Garza made a motion to approve the issuance of the January 1, 2022 actuarial valuation report, subject to final review by the auditors (BDO) and review and approval by the Executive Director. Mr. Scavuzzo seconded the motion, which was unanimously approved by the Board.

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**Regular Board Meeting
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2. Report on Professional Service Provider Meeting

The Professional Services Committee Chair reported to the Board on its meeting with Jeff Williams and Caitlin Grice of Segal, DFPF's actuary. No issues of concern were raised by Segal.

No motion was made.

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3. Second Reading and discussion of the 2023 Budget

The Chief Financial Officer presented the second reading of the 2023 budget, prepared in total for both the Combined Pension Plan and the Supplement Plan.

After discussion, Mr. Quinn made a motion to approve the proposed 2023 budget. Mr. Smith seconded the motion, which was unanimously approved by the Board. Mr. Garza was not present for the vote.

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4. Quarterly Financial Reports

The Chief Financial Officer presented the third quarter 2022 financial statements.

No motion was made.

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5. Financial Audit Status

The Chief Financial Officer provided a status update on the annual financial audit.

No motion was made.

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6. Required Training Manual Delivery

Section 3.013(c) of Article 6243a-1 requires the Executive Director annually deliver a training manual covering certain subject areas set forth in Section 3.013(b). The Executive Director provided an overview of the contents, addressed new items in the manual and answered any questions concerning the training manual. Each Trustee signed the Trustee acknowledgment form to acknowledge receipt of the electronic training manual accessible in Diligent.

No motion was made.

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**Regular Board Meeting
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7. Monthly Contribution Report

The Executive Director reviewed the Monthly Contribution Report.

No motion was made.

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8. Board approval of Trustee education and travel

- a. Future Education and Business-related Travel
- b. Future Investment-related Travel

The Board and staff discussed future Trustee education. There was no future investment-related travel scheduled.

No motion was made.

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9. Board Members' reports on meetings, seminars, and/or conferences attended

Mr. Haben reported on the NCPERS Public Safety Conference.

No motion was made.

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10. Portfolio Update

Investment staff briefed the Board on recent events and current developments with respect to the investment portfolio.

No motion was made.

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11. Private Market Considerations

Staff discussed considerations that need to be addressed prior to reinvesting in new private market commitments. Meketa will discuss their views on reinvesting in new private market commitments at the December Board meeting.

No motion was made.

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**Regular Board Meeting
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12. Public Equity Portfolio Review

Investment staff provided an overview of DFPF public equity investments.

No motion was made.

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13. Legal issues - In accordance with Section 551.071 of the Texas Government Code, the Board will meet in executive session to seek and receive the advice of its attorneys about pending or contemplated litigation or any other legal matter in which the duty of the attorneys to DFPF and the Board under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with Texas Open Meeting laws.

The Board went into closed executive session at 11:21 a.m.

The meeting was reopened at 11:56 a.m.

The Board and staff discussed legal issues.

Ms. Rocha rejoined the meeting at 11:27 a.m.

No motion was made.

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14. Hardship Request

The Executive Director reviewed the Hardship application and materials with the Board.

After discussion, Mr. Quinn made a motion to deny the hardship request. Mr. Garza seconded the motion, which was unanimously approved by the Board.

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D. BRIEFING ITEMS

1. Public Comments

Prior to commencing items for Board discussion and deliberation, the Board received public comments during the open forum.

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2. Executive Director’s report

- a.** Associations’ newsletters
 - NCPERS Monitor (November 2022)
 - NCPERS PERSist (Fall 2022)
- b.** Open Records
- c.** Disability Process

The Executive Director’s report was presented.

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Ms. Gottschalk stated that there was no further business to come before the Board. On a motion by Mr. Smith and a second by Mr. Quinn the meeting was adjourned at 11:56 a.m.

Nicholas A. Merrick
Chairman

ATTEST:

Kelly Gottschalk
Secretary