AGENDA



Date: May 3, 2019

A meeting of the Supplemental Police and Fire Pension Fund Board of Trustees will be held at **8:30 a.m.** on **Thursday, May 9, 2019, in the Second Floor Board Room at 4100 Harry Hines Boulevard, Dallas, Texas**. Items of the following agenda will be presented to the Board:

A. CONSENT AGENDA

1. Approval of Minutes

Regular meeting of April 11, 2019

- 2. Approval of Service Retirements
- 3. Approval of Estate Settlements

B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

Quarterly Financial Reports

The term "possible action" in the wording of any Agenda item contained herein serves as notice that the Board may, as permitted by Texas Government Code, Section 551, in its discretion, dispose of any item by any action in the following non-exclusive list: approval, disapproval, table, take no action, and receive and file. At the discretion of the Board, items on this agenda may be considered at times other than in the order indicated in this agenda.

At any point during the consideration of the above items, the Board may go into Closed Executive Session as per Texas Government Code, Section 551.071 for consultation with attorneys, Section 551.072 for real estate matters, Section 551.074 for personnel matters, and Section 551.078 for review of medical records.

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Dallas Police and Fire Pension System Thursday, April 11, 2019 8:30 a.m. 4100 Harry Hines Blvd., Suite 100 Second Floor Board Room Dallas, TX

Supplemental meeting, William F. Quinn, Chairman, presiding:

ROLL CALL

Board Members

Present at 8:31 a.m. William F. Quinn, Nicholas A. Merrick, Samuel L. Friar, Susan M.

Byrne, Blaine Dickens, Ray Nixon, Gilbert A. Garcia, Tina Hernandez Patterson, Robert C. Walters, Joseph P. Schutz,

Kneeland Youngblood

Absent: None

Staff Kelly Gottschalk, Josh Mond, Kent Custer, Brenda Barnes, John

Holt, Damion Hervey, Cynthia Thomas, Ryan Wagner, Greg

Irlbeck, Milissa Romero

Others Jeannie Chen, Joe Kropiewnicki, Rocky Joyner, Jeff Williams, Jill

Svoboda, Rachel Pierson, Sara Stinnett, Janis Elliston, David Elliston, Darryl Wachsman, Jerry Rhodes, Lance Sehoru, Zaman

Hemani, Sheri Kowalski, Sandy Alexander

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The meeting was called to order at 8:31 a.m.

The meeting was recessed at 8:31 a.m. and reconvened at 12:04 p.m.

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Messrs. Walters and Youngblood were not present when the meeting was reconvened.

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A. CONSENT AGENDA

1. Approval of Minutes

Regular meeting of March 14, 2019

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Supplemental Board Meeting Thursday, March 14, 2019

A. CONSENT AGENDA (continued)

- 2. Approval of Service Retirements
- 3. Approval of Refunds of Contributions for the Month of March 2019

After discussion, Mr. Garcia made a motion to approve the minutes of the meeting of March 14, 2019. Mr. Nixon seconded the motion, which was unanimously approved by the Board.

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

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B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

2018 Final Supplemental Budget Review

Ms. Barnes reviewed actual expenses as compared to the budget for the calendar year 2018.

No motion was made.

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On a motion by Mr. Nixon and a second by Mr. Garcia, the meeting was adjourned at 12:05 p.m.

William F. Quinn Chairman

ATTEST:

Kelly Gottschalk Secretary

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DISCUSSION SHEET

Supplemental

ITEM #B

Topic: Quarterly Financial Reports

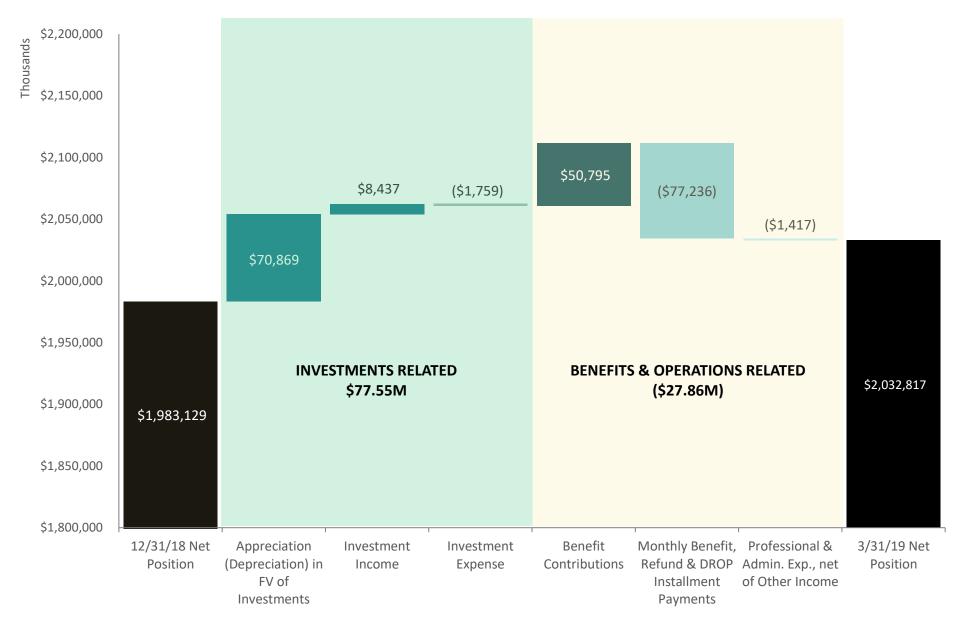
Discussion: The Chief Financial Officer will present the first quarter 2019 financial

statements.

Supplemental Board Meeting – Thursday, May 9, 2019

Change in Net Fiduciary Position

December 31, 2018 - March 31, 2019 - PRELIMINARY



Components may not sum exactly due to rounding.

DALLAS POLICE & FIRE PENSION SYSTEM Combined Statements of Fiduciary Net Position

Assets		March 31, 2019 (unaudited)		PRELIMINARY cember 31, 2018 (unaudited)
Investments, at fair value (NOTE)				
Short-term investments	\$	49,921,557	\$	41,316,915
Fixed income securities	•	523,175,719	•	516,969,244
Equity securities		493,050,373		435,935,015
Real assets		652,972,919		686,482,380
Private equity		249,290,073		249,550,402
Alternative investments				
Forward currency contracts		(292,871)		(270,709)
Total investments (NOTE)	-	1,968,117,770	-	1,929,983,247
Invested securities lending collateral		43,019,763		20,559,432
Receivables				
City		5,203,714		2,504,571
Members		1,687,313		803,244
Interest and dividends		4,911,402		4,802,419
Investment sales proceeds		51,929,135		34,231,149
Other receivables		227,906		241,759
Total receivables		63,959,470		42,583,143
Cash and cash equivalents		56,180,065		50,137,929
Prepaid expenses		832,227		365,515
Capital assets, net		12,432,378		12,488,943
Total assets	\$	2,144,541,674	\$	2,056,118,208
Liabilities				
Payables				
Securities purchased		64,904,231		48,598,173
Securities lending obligations		43,019,763		20,559,432
Accounts payable and other accrued liabilities		3,800,574		3,832,048
Total liabilities		111,724,568		72,989,652
Net position				
Net investment in capital assets		12,432,378		12,488,943
Unrestricted		2,020,384,728		1,970,639,612
benefits	\$	2,032,817,106	\$	1,983,128,556

(NOTE) Private asset values have not yet been reported for Q4 18. Values will be updated as final reporting is received.

DALLAS POLICE & FIRE PENSION SYSTEM Combined Statements of Changes in Fiduciary Net Position

	3	Months Ended 3/31/2019 (unaudited)		3 Months Ended 3/31/2018 (unaudited)
Contributions	· ·	_		
City	\$	38,188,135	\$	36,724,705
Members		12,606,670		13,468,264
Total Contributions		50,794,805		50,192,969
Investment income				
investments (NOTE)		70,868,565		(5,977,057)
Interest and dividends		8,409,783		12,754,626
Total gross investment income		79,278,348		6,777,569
less: investment expense		(1,758,510)		(1,864,948)
Net investment income		77,519,837		4,912,621
Securities lending income				
Securities lending income		224,427		38,453
Securities lending expense		(197,109)		(22,332)
Net securities lending income		27,317		16,120
Other income		87,947		98,410
Total additions		128,429,907		55,220,120
Deductions				
Benefits paid to members		76,515,530		73,197,591
Refunds to members		720,746		443,165
Interest expense		-		-
Legal expense		48,042		160,050
Legal expense reimbursement		-		-
Legal expense, net of reimbursement		48,042		160,050
Staff Salaries and Benefits		890,068		777,622
Professional and administrative expenses		566,970		617,056
Total deductions		78,741,357		75,195,483
Net increase (decrease) in net position		49,688,550		(19,975,363)
Beginning of period		1,983,128,556		2,121,150,623
End of period	\$	2,032,817,106	\$	2,101,175,260
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(NOTE) Private asset values have not yet been reported for Q4 18. Values will be updated as final reporting is received.

