



D A L L A S  
**POLICE & FIRE**  
PENSION SYSTEM



## ORDER OF BUSINESS

**June 8, 2017**

(Updated 6/7/17)

*All times are approximate and subject to change.*

| Time      | Item                                                                                                                                                | Speaker(s) |
|-----------|-----------------------------------------------------------------------------------------------------------------------------------------------------|------------|
| 8:30 a.m. | <i>Regular and Supplemental meetings called to order.<br/>Supplemental meeting recessed.</i>                                                        |            |
| 8:30 a.m. | <b>A. MOMENT OF SILENCE</b>                                                                                                                         |            |
| 8:30 a.m. | <b>B. BOARD OF TRUSTEES</b>                                                                                                                         |            |
| 8:30 a.m. | 1. <b>Welcome of newly-elected and re-elected Trustees</b>                                                                                          |            |
| 8:35 a.m. | 2. <b>Election of officers of the Board of Trustees for June 1, 2017 through August 31, 2017</b>                                                    |            |
| 8:40 a.m. | 3. <b>Authorized signatories for the Board of Trustees</b>                                                                                          |            |
| 8:40 a.m. | 4. <b>Committees of the Board</b>                                                                                                                   |            |
| 8:45 a.m. | <b>C. CONSENT AGENDA</b>                                                                                                                            |            |
| 8:45 a.m. | 1. <b>Approval of Minutes</b><br><br>a. Regular meeting of May 11, 2017<br>b. Special meeting of May 17, 2017<br>c. Special meeting of May 22, 2017 |            |
| 8:45 a.m. | <b>2.-9. Detailed Consent Agenda</b>                                                                                                                |            |
| 8:50 a.m. | <b>D. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION</b>                                                               |            |
| 8:50 a.m. | 1. <b>DPFP plan legislation</b>                                                                                                                     |            |

| Time       | Item                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | Speaker(s)                                                                                                                                                        |
|------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 9:05 a.m.  | <p><i>Regular meeting continued</i></p> <p><b>2. Consideration of possible Deferred Retirement Option Plan (DROP) account distributions in accordance with DROP Policy Addendum and possible changes to DROP Policy Addendum</b></p> <p>Portions of the discussion under this topic may be closed to the public under the terms of Section 551.071 of the Texas Government Code.</p> <p>a. Possible changes to DROP Policy Addendum<br/> b. Certification of reserve amount<br/> c. Certification of excess liquidity amount<br/> d. Determination of distribution amount</p> |                                                                                                                                                                   |
| 9:25 a.m.  | Go to Item #E                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                                                                                                                                   |
| 9:25 a.m.  | <b>E. BRIEFING ITEMS</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                                                                                                                                                                   |
| 9:25 a.m.  | <b>Reports and concerns of active members and pensioners of the Dallas Police and Fire Pension System</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                   |
| 9:55 a.m.  | Break                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                                                                                                                                   |
| 10:05 a.m. | Go to Item #D3                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                                                                                                                                   |
| 10:05 a.m. | <b>D. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                                                                                                                                   |
| 10:05 a.m. | <p><b>3. Possible sales of real estate interests in Napa County, California</b></p> <p>Portions of the discussion under this topic may be closed to the public under the terms of Section 551.072 of the Texas Government Code.</p>                                                                                                                                                                                                                                                                                                                                           | <p><i>Rhett Humphreys,<br/> Michael Yang<br/> (NEPC)<br/> John Kolb,<br/> Stuart Turner<br/> (Barings)<br/> Rick Bodio<br/> (by telephone)<br/> (Hancock)</i></p> |
| 10:50 a.m. | <p><b>4. Hearthstone: Possible sale of 11.6 acres in Eagle, Idaho</b></p> <p>Portions of the discussion under this topic may be closed to the public under the terms of Section 551.072 of the Texas Government Code.</p>                                                                                                                                                                                                                                                                                                                                                     | <p><i>Bryce Brunsting,<br/> Todd Rosa<br/> (by telephone)<br/> (Hearthstone)<br/> Rhett Humphreys,<br/> Michael Yang<br/> (NEPC)</i></p>                          |

| Time       | Item                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Speaker(s)                                                                                                             |
|------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------|
| 11:00 a.m. | <p><i>Regular meeting continued</i></p> <p><b>5. CDK Multifamily Fund</b></p> <p>Portions of the discussion under this topic may be closed to the public under the terms of Section 551.072 of the Texas Government Code.</p>                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                        |
| 11:05 a.m. | <p><b>6. Bank loan manager search</b></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | <p><i>Rhett Humphreys,<br/>Keith Stronkowsky<br/>(NEPC)<br/>Michael Marzouk,<br/>Michael Spitler<br/>(Pacific)</i></p> |
| 11:50 a.m. | <p>Working Lunch</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                                                                                        |
| 12:10 p.m. | <p>Go to Item #D8</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                        |
| 12:10 p.m. | <p><b>8. Violation of federal law (USERRA) by the City of Dallas</b></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |                                                                                                                        |
| 12:20 p.m. | <p><b>9. Legal issues</b></p> <p>Portions of the discussion under this topic may be closed to the public under the terms of Section 551.071 of the Texas Government Code.</p> <ul style="list-style-type: none"> <li>a. Police Officer and Firefighter pay lawsuits</li> <li>b. Potential claims involving fiduciaries and advisors</li> <li>c. Eddington et al. v. DPFP</li> <li>d. Rawlings v. DPFP</li> <li>e. DPFP v. Columbus A. Alexander III</li> <li>f. Degan et al. v. DPFP (Federal suit)</li> <li>g. DPFP plan legislation</li> <li>h. City of Dallas violation of USERRA</li> <li>i. Open records litigation</li> </ul> |                                                                                                                        |
| 12:50 p.m. | <p>Go to Item #D7</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                        |
| 12:50 p.m. | <p><b>7. NEPC</b></p> <ul style="list-style-type: none"> <li>a. First Quarter 2017 Investment Performance Analysis</li> <li>b. Fourth Quarter 2016 Private Markets &amp; Real Assets Review</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                              | <p><i>Rhett Humphreys,<br/>Michael Yang,<br/>Keith Stronkowsky<br/>(NEPC)</i></p>                                      |

| Time      | Item                                                                                                                                                                                                                                                                                                                                                                                                                                             | Speaker(s) |
|-----------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|
|           | <i>Regular meeting continued</i>                                                                                                                                                                                                                                                                                                                                                                                                                 |            |
| 1:50 p.m. | Go to Item #D19                                                                                                                                                                                                                                                                                                                                                                                                                                  |            |
| 1:50 p.m. | <b>19. Bank of America loan</b>                                                                                                                                                                                                                                                                                                                                                                                                                  |            |
| 1:55 p.m. | Go to Item #D10                                                                                                                                                                                                                                                                                                                                                                                                                                  |            |
| 1:55 p.m. | <b>10. Investment reports</b>                                                                                                                                                                                                                                                                                                                                                                                                                    |            |
| 2:05 p.m. | <b>11. 2016 audit status</b>                                                                                                                                                                                                                                                                                                                                                                                                                     |            |
| 2:10 p.m. | <b>12. Service Credit Repurchases Prior to September 1, 2017</b>                                                                                                                                                                                                                                                                                                                                                                                 |            |
| 2:20 p.m. | <b>13. Possible revisions to Education and Travel Policy and Procedure</b>                                                                                                                                                                                                                                                                                                                                                                       |            |
| 2:25 p.m. | <b>14. Board approval of Trustee education and travel</b><br><br>a. Future Education and Business Related Travel<br>b. Future Investment Related Travel                                                                                                                                                                                                                                                                                          |            |
| 2:30 p.m. | <b>15. Board Members' reports on meetings, seminars and/or conferences attended</b><br><br>a. NCPERS 2017 Annual Conference & Exhibition<br>b. PRB: MET Online Core Training: <u>Actuarial Matters</u><br>c. PRB: MET Online Core Training: <u>Benefits Administration</u><br>d. PRB: MET Online Core Training: <u>Risk Management</u><br>e. PRB: MET Online Core Training: <u>Ethics</u><br>f. PRB: MET Online Core Training: <u>Governance</u> |            |
| 2:35 p.m. | <b>16. Unforeseeable Emergency Requests from DROP Members</b><br><br>Portions of the discussion under this topic may be closed to the public under the terms of Section 551.078 of the Texas Government Code.                                                                                                                                                                                                                                    |            |

| Time      | Item                                                                                                                                                                                                                 | Speaker(s) |
|-----------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|
|           | <i>Regular meeting continued</i>                                                                                                                                                                                     |            |
| 2:40 p.m. | Break                                                                                                                                                                                                                |            |
| 2:50 p.m. | <p><b>17. Executive Staff Employment Agreements</b></p> <p>Portions of the discussion under this topic may be closed to the public under the terms of Sections 551.071 and 551.074 of the Texas Government Code.</p> |            |
| 3:20 p.m. | <b>18. 2017 Budget adjustment – Salaries and Benefits</b>                                                                                                                                                            |            |
| 3:25 p.m. | Adjourn Regular meeting                                                                                                                                                                                              |            |
| 3:25 p.m. | Go to Supplemental meeting                                                                                                                                                                                           |            |

| Time      | Item                                                                                  | Speaker(s) |
|-----------|---------------------------------------------------------------------------------------|------------|
|           | <i>Supplemental meeting reconvened</i>                                                |            |
| 3:25 p.m. | <b>A. CONSENT AGENDA</b>                                                              |            |
| 3:25 p.m. | <p><b>1. Approval of Minutes</b></p> <p>Regular meeting of May 11, 2017</p>           |            |
| 3:25 p.m. | <b>2. Approval of Service Retirements</b>                                             |            |
| 3:25 p.m. | <b>B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION</b> |            |
| 3:25 p.m. | <b>Investment reports</b>                                                             |            |
| 3:26 p.m. | Adjourn Supplemental meeting                                                          |            |