

Dallas Police and Fire Pension System
Tuesday, November 19, 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 8:30 a.m. William F. Quinn, Nicholas A. Merrick, Joseph P. Schutz, Robert B. French, Ray Nixon, Susan M. Byrne, Tina Hernandez Patterson (by phone), Robert C. Walters, Armando Garza, Kneeland Youngblood (by phone)

Present at 9:58 Tina Hernandez Patterson

Absent: Gilbert A. Garcia

Staff

Kelly Gottschalk, Josh Mond, Kent Custer, Brenda Barnes, John Holt, Damion Hervey, Cynthia Thomas, Ryan Wagner, Greg Irlbeck, Michael Yan, Milissa Romero

Others

Jill Svoboda, Matt Liu, Scott Freeman, Robert Jones, Jerry Rhodes, Sandy Alexander, Janis Elliston, David Elliston, Sheri Kowalski

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The meeting was called to order at 8:30 a.m.

The meeting was recessed at 8:30 a.m. and reconvened at 10:22 a.m.

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A. CONSENT AGENDA

Approval of Minutes

Regular meeting of October 10, 2019

After discussion, Ms. Byrne made a motion to approve the minutes of October 10, 2019. Mr. Nixon seconded the motion, which was unanimously approved by the Board.

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**Supplemental Board Meeting
Tuesday, November 19, 2019**

B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Financial Audit

- a. 2018 Audit Results
- b. Audit Committee
- c. 2019 Auditing Services Provider

- a. Representatives from BDO, DFPF's independent audit firm, were present to discuss the results of their audit for the year ended December 31, 2018.

After discussion, Ms. Byrne made a motion to approve issuance of the 2018 audit report, subject to final review and approval by BDO and the Executive Director. Mr. Nixon seconded the motion, which was unanimously approved by the Board.

- b. The Audit Committee met with representatives of BDO on October 30, 2019. The Committee Chair commented on Committee observations and advice.
- c. In 2015, the Board gave direction to conduct a competitive selection process for specific service providers, including the audit firm, every five years unless the Board explicitly waives or extends the requirement. BDO has conducted the audit for six years. Staff discussed the pros and cons of conducting a competitive selection process for auditing services.

After discussion, Mr. Quinn made a motion to extend for one year the requirement to conduct a selection process for auditing services to allow BDO to conduct the 2019 audit. Ms. Hernandez Patterson seconded the motion, which was approved by the following vote:

For: Mr. Quinn, Mr. Merrick, Mr. Schutz, Mr. Nixon, Ms. Byrne, Ms. Hernandez Patterson, Mr. Walters, Mr. Garza, Mr. Youngblood
Against: Mr. French

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2. 2018 Comprehensive Annual Financial Report

Staff presented a draft of the 2018 Comprehensive Annual Financial Report.

The report is scheduled to be completed following final approval by the Executive Director, as well as BDO. Upon completion, the report will be posted to the DFPF website and provided to the Pension Review Board and the City of Dallas.

**Supplemental Board Meeting
Tuesday, November 19, 2019**

2. 2018 Comprehensive Annual Financial Report (continued)

After discussion, Ms. Byrne made a motion to authorize the Executive Director to issue the 2018 Comprehensive Annual Financial Report upon finalization. Mr. Nixon seconded the motion, which was unanimously approved by the Board.

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3. Quarterly Financial Reports

The Chief Financial Officer presented the third quarter 2019 financial statements.

No motion was made.

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4. Second reading and discussion of the 2020 Budget

The Chief Financial Officer reviewed changes to the proposed budget from the first reading.

After discussion, the Board directed staff to present the amended budget to the Board for consideration at the December 12, 2019 Board meeting. The Board also authorized forwarding the 2020 proposed budget to the City of Dallas for comment and the posting of the proposed budget to www.dpfp.org for member review prior to the December meeting.

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Ms. Gottschalk stated that there was no further business to come before the Board. On a motion by Mr. Merrick and a second by Ms. Hernandez Patterson, the meeting was adjourned at 10:23 a.m.

/s/ William F. Quinn

William F. Quinn
Chairman

ATTEST:

/s/ Kelly Gottschalk

Kelly Gottschalk
Secretary

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