

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

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

**ROLL CALL**

**Board Members**

Present at 8:33 a.m. William F. Quinn, Nicholas A. Merrick, Joseph P. Schutz, Blaine Dickens (by phone), Gilbert A. Garcia, Tina Hernandez Patterson, Armando Garza, Kneeland Youngblood

Absent Ray Nixon, Susan M. Byrne, Robert C. Walters

**Staff**

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

**Others**

Todd Rosa (by phone), Bryce Brunsting (by phone), David Elliston, Janis Elliston, Darryl Wachsman, Tom Moore, Sandy Alexander, Maura L. Pothier, Scott Freeman

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The meeting was called to order at 8:33 a.m.

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**A. MOMENT OF SILENCE**

The Board observed a moment of silence in memory of retired police officer Verlon R. Bryant, and retired firefighters T. D. Gibson, Jr., and John F. Reynolds.

No motion was made.

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**Regular Board Meeting  
Thursday, August 8, 2019**

**B. CONSENT AGENDA**

**1. Approval of Minutes**

Regular meeting of July 11, 2019

**2. Approval of Refunds of Contributions for the Month of July 2019**

**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 Military Leave Contributions**

After discussion, Mr. Youngblood made a motion to approve the minutes of the meeting of July 11, 2019. Mr. Garcia seconded the motion, which was unanimously approved by the Board.

After discussion, Mr. Youngblood made a motion to approve the remaining items on the Consent Agenda, subject to the final approval of the staff. Mr. Garcia 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. Certification of Non-member Trustee Election Results**

The terms of the three Non-member Trustees (Blaine Dickens, Gilbert Garcia and Tina Hernandez Patterson) expire on August 31, 2019.


Pursuant to the election rules adopted by the Board, Robert French, Gilbert Garcia, and Tina Hernandez Patterson have been elected by the members and pensioners from a slate of nominees selected and vetted by the nominations committee as required by Article 6243a-1 of the Texas Statutes. The terms of the three Non-member Trustees will run from September 1, 2019 to August 31, 2022.

# Regular Board Meeting Thursday, August 8, 2019

## 1. Certification of Non-member Trustee Election Results (continued)

The election process was conducted in accordance with the Board's election policy by an independent third-party election company. The election company, YesElections (Election-America), provided a report of the results of the election, a copy of which is in the agenda materials.

After discussion, Mr. Youngblood made a motion to certify the election of Robert French, Gilbert Garcia and Tina Hernandez Patterson as Non-member Trustees to serve from September 1, 2019 until August 31, 2022. Mr. Garza seconded the motion, which was unanimously approved by the Board.



Election-America, Inc.  
1775 Eye Street NW, Suite 1150  
Washington, DC 20006  
Phone: (202) 369-4430  
Toll Free: (866) 514-2995  
services@election-america.com

Results - 2019 Non-Member Trustee

Candidate	Choice	Votes	% Voted
Robert B. French	Yes, I approve	882	77.64%
	No, I do not approve	254	22.36%
Gilbert Andrew Garcia, CFA	Yes, I approve	845	74.38%
	No, I do not approve	291	25.62%
Tina Hernandez Patterson	Yes, I approve	1,001	88.12%
	No, I do not approve	135	11.88%

Turnout by Division

Division	Voted	Electorate	% Electorate	% Total Voted
Fire	496	3,417	14.52%	43.66%
Police	640	5,319	12.03%	56.34%
<b>Total</b>	<b>1,136</b>	<b>8,736</b>	<b>13.00%</b>	<b>100.00%</b>

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**Regular Board Meeting  
Thursday, August 8, 2019**

**2. Chairman’s Discussion Items**

Thank Outgoing Trustees

The Chairman thanked the outgoing Trustees for their service.

No motion was made.

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**3. Monthly Contribution Report**

Staff presented the Monthly Contribution Report.

No motion was made.

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**4. Quarterly Financial Reports**

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

No motion was made.

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**5. 2019 Mid-Year Budget Review**

The Chief Financial Officer presented a review of the 2019 Operating Expense Budget detailing expenses for the first six months of the calendar year.

No motion was made.

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**6. Audit Status**

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

No motion was made.

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**Regular Board Meeting  
Thursday, August 8, 2019**

**7. Board approval of Trustee education and travel**

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

No discussion was held, and no motion was made regarding Trustee education and travel. There was no future investment-related travel.

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**8. 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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**9. Treatment of Final Month Payment for DROP Participants**

- a. Possible Overpayment to DROP Participants subject to 10-year Limitation
- b. DROP Policy Amendment

Staff briefed the Board on the status of monthly annuity payments to DROP participants subject to the 10-year limitation on remaining in DROP.

No motion was made.

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**10. Potential Waiver of Disability Recall Requirement**

The Board went into closed session executive session –Medical at 9:37 a.m.

The meeting was reopened at 9:49 a.m.

After discussion, Mr. Garcia made a motion to waive all future disability recall evaluations for the specific members identified as P-1 through P-5 and F-1. Mr. Garza seconded the motion, which was unanimously approved by the Board.

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**Regular Board Meeting  
Thursday, August 8, 2019**

**11. Hearthstone Sale Update**

Todd Rosa, Vice President and Bryce Brunsting, SVP & COO of Hearthstone (by phone) and staff provided a status update on the sale of the assets.

The Board went into closed session executive session – Real Estate at 10:27 a.m.

The meeting was reopened at 10:39 a.m.

No motion was made.

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**12. Lone Star Investment Advisors Update**

Investment Staff updated the Board on recent performance, operational, and administrative developments with respect to DPFP investments in funds managed by Lone Star Investment Advisors.

The Board went into closed session executive session – Legal at 9:55 a.m.

The meeting was reopened at 10:27 a.m.

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, including collection of amounts due from the City of Dallas relating to USERRA or any other legal matter in which the duty of the attorneys to DPFP and the Board under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with Texas Open Meeting laws.**

The Board went into closed session executive session – Legal at 9:55 a.m.

The meeting was reopened at 10:27 a.m.

No motion was made.

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**Regular Board Meeting  
Thursday, August 8, 2019**

**D. BRIEFING ITEMS**

**1. Reports and concerns of active members and pensioners of the Dallas Police and Fire Pension System**

The Board received member's comments during the open forum.

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**2. Executive Director's report**

- a. Associations' newsletters
  - NCPERS Monitor (July 2019)
  - NCPERS PERSist (Summer 2019)
- b. Open Records
- c. Member Education Update
- d. City Payroll Errors Update

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. Youngblood and a second by Mr. Garcia, the meeting was adjourned at 10:44 a.m.

/s/ William F. Quinn

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William F. Quinn  
Chairman

**ATTEST:**

/s/ Kelly Gottschalk

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Kelly Gottschalk  
Secretary

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