

AGENDA



Date: February 7, 2025

The supplemental meeting of the Dallas Police and Fire Pension System Board of Trustees will be held at **8:30 a.m. on Thursday, February 13, 2025, in the Second Floor Board Room at 4100 Harry Hines Boulevard, Dallas, Texas and via telephone conference for audio at 214-271-5080 access code 588694 or Toll-Free (US & CAN): 1-800-201-5203 and Zoom meeting for visual <https://us02web.zoom.us/j/83364156526?pwd=OG5CbEFhajN5V0hWaUFJMIhYcHQ2Zz09> Passcode: 923237.** Items of the following agenda will be presented to the Board:

A. APPROVAL OF MINUTES

Regular meeting of January 16, 2025

B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

Quarterly Financial Reports

C. BRIEFING ITEMS

Public Comment

The term "possible action" in the wording of any Agenda item contained herein serves as notice that the Board may, as permitted by the Texas Government Code, Section 551, in its discretion, dispose of any item by any action in the following non-exclusive list: approval, disapproval, deferral, 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, Section 551.076 for deliberation regarding security devices or security audits, and Section 551.078 for review of medical records.

**Dallas Police and Fire Pension System
Thursday, January 16, 2025
8:30 a.m.
4100 Harry Hines Blvd., Suite 100
Second Floor Board Room Dallas, TX**

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

ROLL CALL

Board Members

Present at 8:30 a.m. Nicholas Merrick, Tina Hernandez Patterson, Michael Taglienti, Michael Brown, Matthew Shomer, Marcus Smith

By telephone at 8:35 a.m. Steve Idoux

Absent Nancy Rocha, Anthony Scavuzzo, Tom Tull

Staff

Kelly Gottschalk, Josh Mond, Brenda Barnes, Ryan Wagner, Christina Wu, Akshay Patel, Kyle Schmit, John Holt, Nien Nguyen, Milissa Romero, Cynthia Thomas, Bill Scoggins (by phone)

Others

None

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

The Supplemental meeting was reconvened at 10:23 a.m.

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A. APPROVAL OF MINUTES

Regular meeting of December 12, 2024

After discussion, Mr. Shomer made a motion to approve the minutes of the meeting of December 12, 2024. Ms. Hernandez Patterson seconded the motion, which was unanimously approved by the Board.

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**Supplemental Board Meeting
Thursday, January 16, 2025**

B. BRIEFING ITEMS

Public Comment

Prior to commencing items for Board discussion and deliberation, 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. Taglienti and a second by Ms. Hernandez Patterson, the meeting was adjourned at 10:24 a.m.

Nicholas A. Merrick,
Chairman

ATTEST:

Kelly Gottschalk,
Secretary



DISCUSSION SHEET

ITEM B

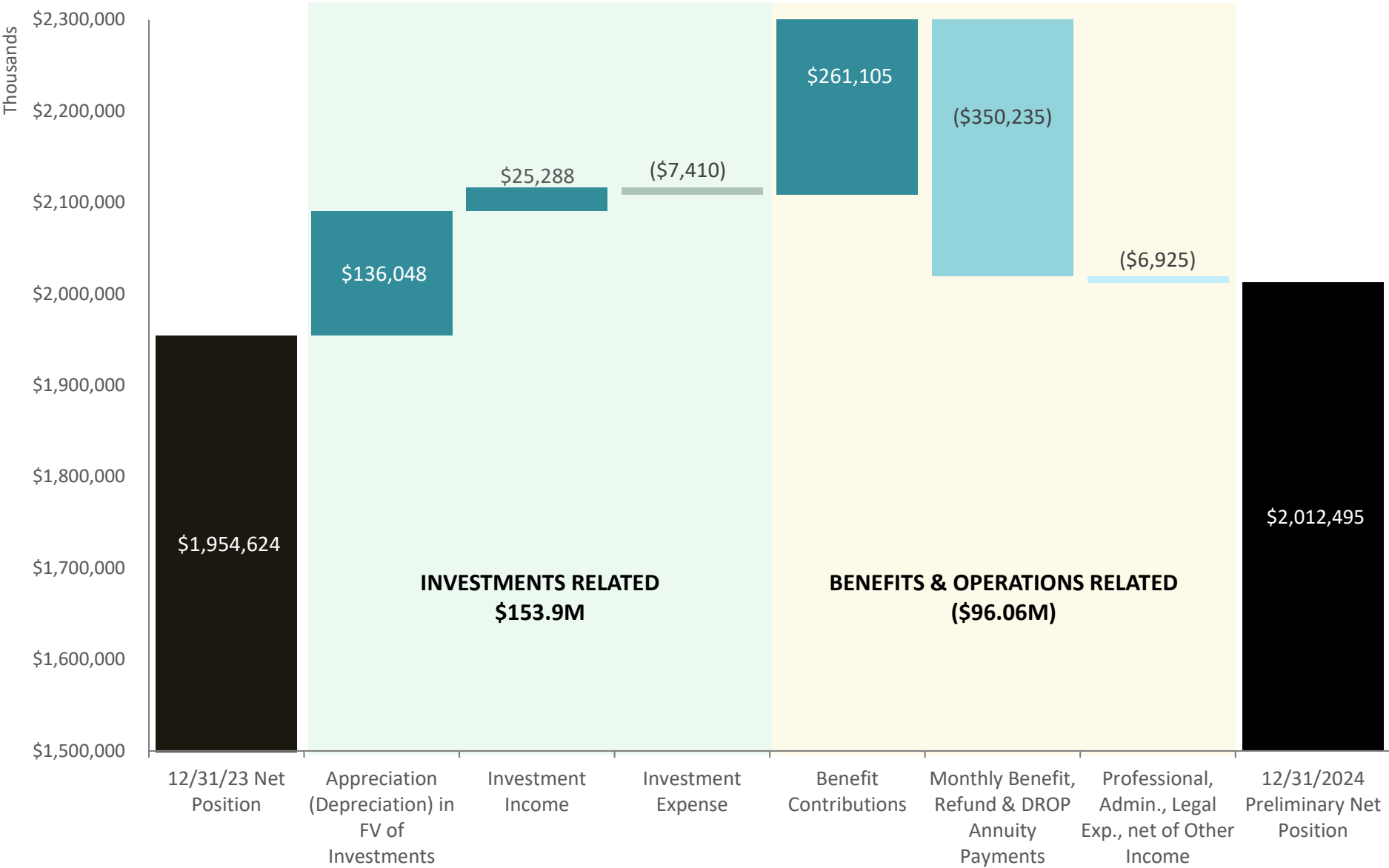
Topic: Quarterly Financial Reports

Discussion: The Chief Financial Officer will present the fourth quarter 2024 financial statements.

Supplemental Board Meeting– Thursday, February 13, 2025

Change in Net Fiduciary Position

December 31, 2023 – December 31, 2024 - Preliminary



Components may not sum exactly due to rounding.

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

	PRELIMINARY			
	<u>December 31, 2024</u>	<u>December 31, 2023</u>	<u>\$ Change</u>	<u>% Change</u>
Assets				
Investments, at fair value				
Short-term investments	\$ 27,946,217	\$ 16,982,561	\$ 10,963,656	65%
Fixed income securities	406,205,437	365,809,375	40,396,062	11%
Equity securities	1,067,813,755	995,629,628	72,184,127	7%
Real assets	253,443,112	278,554,675	(25,111,563)	-9%
Private equity	162,447,209	218,856,730	(56,409,521)	-26%
Forward currency contracts	(50)	-	(50)	0%
Total investments	<u>1,917,855,680</u>	<u>1,875,832,969</u>	<u>42,022,711</u>	<u>2%</u>
Receivables				
City	7,787,490	5,728,687	2,058,803	36%
Members	2,635,212	2,083,312	551,900	26%
Interest and dividends	4,546,990	4,668,499	(121,509)	-3%
Investment sales proceeds	60,732	1,963	58,769	2994%
Lease Receivable	2,752,939	2,269,523	483,416	21%
Other receivables	13,593	596,578	(582,985)	-98%
Total receivables	<u>17,796,956</u>	<u>15,348,562</u>	<u>2,448,394</u>	<u>16%</u>
Cash and cash equivalents	72,316,825	62,346,331	9,970,494	16%
Prepaid expenses	601,363	561,465	39,898	7%
Capital assets, net	11,480,088	11,455,745	24,343	0%
Total assets	<u>\$ 2,020,050,912</u>	<u>\$ 1,965,545,072</u>	<u>\$ 54,505,840</u>	<u>3%</u>
Liabilities				
Payables				
Securities purchased	116,339	4,476,298	(4,359,959)	-97%
Accounts payable and other accrued liabilities	5,000,748	4,306,413	694,335	16%
Total liabilities	<u>5,117,087</u>	<u>8,782,711</u>	<u>(3,665,624)</u>	<u>-42%</u>
Deferred inflow of resources	2,438,997	2,137,972	301,025	14%
Net position restricted for pension benefits	<u>\$ 2,012,494,828</u>	<u>\$ 1,954,624,389</u>	<u>\$ 57,870,439</u>	<u>3%</u>

*The ending period amounts are preliminary and may change as the 2024 results are finalized.

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

PRELIMINARY

	<u>Twelve Months Ended December 31, 2024</u>	<u>Twelve Months Ended December 31, 2023</u>	<u>\$ Change</u>	<u>% Change</u>
Contributions				
City	\$ 192,889,978	\$ 175,626,622	\$ 17,263,356	10%
Members	68,214,922	62,788,685	5,426,237	9%
Total Contributions	<u>261,104,900</u>	<u>238,415,307</u>	22,689,593	10%
Investment income				
Net appreciation (depreciation) in fair value of investments	136,047,518	181,638,176	(45,590,658)	-25%
Interest and dividends	25,288,395	22,466,303	2,822,092	13%
Total gross investment income	161,335,913	204,104,479	(42,768,566)	-21%
less: investment expense	(7,410,068)	(6,529,640)	(880,428)	13%
Net investment income	<u>153,925,845</u>	<u>197,574,839</u>	(43,648,994)	-22%
Other income	517,506	47,748,429	(47,230,923)	-99%
Total additions	<u>415,548,251</u>	<u>483,738,575</u>	(68,190,324)	-14%
Deductions				
Benefits paid to members	344,975,325	340,976,263	3,999,062	1%
Refunds to members	5,260,134	5,310,084	(49,950)	-1%
Legal expense	652,346	172,150	480,196	279%
Legal expense reimbursement	-	(589,723)	589,723	-100%
Legal expense, net of reimbursement	<u>652,346</u>	<u>(417,573)</u>	1,069,919	-256%
Staff Salaries and Benefits	3,792,082	3,474,027	318,055	9%
Professional and administrative expenses	2,997,925	2,979,128	18,797	1%
Total deductions	<u>357,677,812</u>	<u>352,321,929</u>	5,355,883	2%
Net increase (decrease) in net position	<u>57,870,439</u>	<u>131,416,646</u>		
Beginning of period	1,954,624,389	1,823,207,743		
End of period	<u>\$ 2,012,494,828</u> *	<u>\$ 1,954,624,389</u>		

*The ending period amounts are preliminary and may change as the 2024 results are finalized.



DISCUSSION SHEET

ITEM C

Topic: Public Comment

Discussion: Comments from the public will be received by the Board.

Supplemental Board Meeting – Thursday, February 13, 2025