

HOLLYWOOD POLICE OFFICERS' RETIREMENT SYSTEM
Office of Retirement
4205 Hollywood Blvd., Suite 4
Hollywood, Florida 33021

June 28, 2024

MINUTES

A regular meeting of the Hollywood Police Officers' Retirement System was held on Friday, June 28, 2024, at 10:30 A.M., in the Office of Retirement, 4205 Hollywood Blvd., Suite 4, Hollywood, Florida 33021.

PRESENT

D. Strauss - Chairperson, P. Laskowski - Board Secretary, J. Schweighardt, J. Marano, A. Stabile, and M. Djokic - Trustees.

Also present were Paul Roukis, Joe Shelly, Great Lakes Advisors; Todd Green¹, Board Actuary-CavMac; Elizabeth Smires², Active Member; Grace Miller, Ajun Thanpan, Alex Pillerdorf, Randy Kinder and Michelle Riffelmacher, Entrust³; Brendon Vavrica, Mariner Institutional; Stuart Kaufman, Legal Counsel - Klausner, Kaufman, Jensen & Levinson; & David M. Williams, Plan Administrator.

PUBLIC COMMENT

No Comments.

READING OF THE WARRANTS

The warrants since the last meeting were reviewed and executed by the Board of Trustees.

APPROVAL OF THE MINUTES OF THE MAY 17, 2024 MEETING

Mr. Strauss asked if there were any additions or corrections to the Minutes of the May 17, 2024, pension board meeting. Mr. Schweighardt made a motion to approve the Minutes of the May 17, 2024 pension board meeting, which was seconded by Mr. Laskowski. All board members voted yes.

ATTORNEY'S REPORT

- City Ordinance: Mr. Kaufman advised that the Death Benefit revision is set for second reading on July 03, 2024.
- Summary Plan Description (SPD): Mr. Kaufman has a draft of the SPD prepared pending the passage of the death benefit ordinance. Document will be presented thereafter.
- Smires Disability Review: Mr. Kaufman provided an update on the Smires disability claim. Mr. Kaufman outlined the informal disability rules and procedures once a hearing is set to be heard by the Board. Mr. Kaufman cited that medical history records were still missing and being sought. According to records, Mrs. Smires was not at MMI, so permanency cannot be substantiated. Discussion ensued about the Medical Board. As a result, Mr. Laskowski made a motion to have a second IME conducted as part of our normal process, which was seconded by Mr. Schweighardt. All board members voted yes. Mrs. Smires was permitted to ask whatever questions she had during this process.
- Benefit Review(s) Miriam Fernandez Spalla & Teresa Molina: Mr. Kaufman indicated that this matter was caused due to a recent city ordinance change⁴ that affected both parties.

¹ Attended Remotely.

² Attended Remotely.

³ All Entrust representatives attended remotely.

⁴ Passed on second reading on July 03, 2024.

- The calculations were prepared by Mr. Green, which were provided to the Board to consider. The methodology was questioned for the benefit of Miriam Fernandez Spalla. Mr. Green was contacted telephonically who responded to the Board's inquiry, which satisfied their questions. At this juncture Mr. Djokic made a motion to approve the benefit payment of Miriam Fernandez Spalla as calculated by Mr. Green. Mr. Schweighardt seconded the motion. All board members voted yes. The benefit of Teresa Molina was taken into consideration. It was noted that there would be a reduction in the monthly payment to Mrs. Molina, but it would be paid to her for life, instead of her current payment that will stop after 120 payments. Mr. Williams opined that we do not know Mrs. Molina's health or wellness status, and the breakeven point is estimated to be in 2032. As such she should be afforded the opportunity to elect an option. Mr. Kaufman echoed that sentiment and could prepare an election form for Mrs. Molina to make an informed decision. Mr. Green will confirm the breakeven point to Mr. Williams. The Board agreed with that action.

ADMINISTRATIVE REPORT

- Confirmation of Retirement: Mr. Williams indicated the annual confirmation of retirement is underway.
- Administrative Report: Mr. Williams presented and outlined the new format of the Administrative Report to the Board for consideration. After review, a motion was made by Mr. Laskowski to approve the report, which was seconded by Mr. Schweighardt. All board members voted yes.
- Mr. Williams announced that the Office of Municipal Police Officers' and Firefighters' Retirement Trust Funds, Division of Retirement reviewed and approved the 2023 Annual Report for the Hollywood Police Officers' Retirement System. Mr. Williams thanked the team the Board assembled, to include representatives of KSDT.
- Administrative Budget: 2024/25: Mr. Williams outlined the Administrative Expense Budget provision. 175.061(8) and 185.05(8) require that all firefighter and police Boards of Trustees shall provide a detailed accounting report and operate under an administrative expense budget. A copy of the budget shall be provided to the plan sponsor and made available to plan members before the beginning of the fiscal year. If the Board amends the administrative expense budget, the Board must provide a copy of the amended budget to the plan sponsor and make available a copy of the amended budget to plan members. For plans that use a September 30 - October 1 fiscal year, the new administrative expense budget must be prepared and made available prior to October 1st. After review and discussion, Mr. Laskowski made a motion to approve the 2024/25 Administrative Expense Budget as presented, which was seconded by Mr. Djokic. All board members voted yes.

A copy of all required disclosures may be viewed at:

<http://hollywoodpolicepensionfund.com/modules/stateDocs/index.asp>

INVESTMENT MANAGER REPORT – ENTRUST

The representatives provided an update to the following portfolios:

Blue Ocean Onshore Fund: Investment Objective - Generate long-term, consistent investor returns, predominantly in the form of income distributions, from direct lending and other investment opportunities within the global maritime and transportation industries. Targeting total net returns of 10-14% using a basket approach investing in a portfolio of loans, long-term leases and other investments across the capital structure.

The Fund primarily originates, structures and invests in transactions to a select customer base within the commodity shipping, maritime equipment, ports, offshore construction & energy infrastructure and passenger/car carrier industries. The Fund will opportunistically invest in other transportation sectors.

Blue Ocean 4Impact: Purus Marine – Leading the Global Energy Transition. Owner and operator of environmentally-advanced maritime assets. Focused on the production and transport of renewable energy and the hydrogen economy.

Opportunistic Co-Investments: Strategy Summary - EnTrust Global inceptioned its first opportunistic co-investment in 2007. Opportunistic co-investments target individual, high-conviction ideas that result from market dislocations and/or event-driven catalysts. Opportunities involve a deep level of engagement with respect to the target investment. Alpha is generated by investment-specific characteristics and events rather than broader market dynamics. Flexible and opportunistic approach results in a diversified collection of idiosyncratic Investment. Investment approach leads to the following: Management Change, Operational Turnaround, Strategic Transactions, Restructuring/Legal Process, IPO, Refinancing.

NEW BUSINESS

Great Lakes Advisors: Mr. Paul Roukis & Mr. Joe Shelly presented a thought-provoking presentation about the investment services of Great Lakes Advisors.

- Firm overview was noted.
- Client and Asset Mixed highlighted.
- Great Lakes Strategies reviewed.
- A representative client list was supplied.
- Focused Large Cap Value - Investment Team was detailed, as was their investment philosophy & principles.
- Historical returns were also outlined.

At the conclusion of the question answer session, the Board thanked the representatives for the information provided.

INVESTMENT MONITOR REPORT – MARINER INSTITUTIONAL

- Mr. Vavrica presented a monthly flash report for May 31, 2024. The fiscal year return was valued at a stellar 14.24%⁵.
- Mr. Vavrica noted a recent EnTrust Global SOC 1 report that he reviewed.
- Mr. Vavrica reported the untimely passing of Mr. Todd McCallister, PhD, CFA, Eagle Managing Director and Portfolio Manager. Mr. Scott Renner, Portfolio Co-Manager & Mr. Jeffrey Reda, CFA, Portfolio Co-Manager remain in place.
- Intercontinental Redemption request was noted⁶.
- An additional Israel Bond allocation will be discussed at a later meeting, but the income of \$146, 367.00 was exhibited within the flash report from the current allocation.
- Mr. Vavrica spoke about cash flow requirements to pay for benefits on a monthly basis. Upon doing so, he identified Polen Capital as the manager he would suggest pulling the necessary funding of 2 million dollars from. Mr. Schweighardt placed the foregoing in a form of a motion which was seconded by Mr. Laskowski. All board members voted yes.

OPEN DISCUSSION

Mr. Strauss reflected Pullen will be at the July meeting for an investment presentation.

Mr. Strauss also advised the Military Buyback Matter will also be on the July Agenda.

⁵ Net Basis.

⁶ 1.3% will be paid out.

MEETING ADJOURNED

There being no further business, the meeting was adjourned at 12:00 P.M.

The next scheduled meeting is July 19, 2024 at 10:30 A.M.

Respectfully submitted,

APPROVED:

P. Laskowski, Secretary

D. Strauss, Chairperson