

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

November 22, 2024

MINUTES

A regular meeting of the Hollywood Police Officers' Retirement System was held on Friday, November 22, 2024, at 10:32 A.M., in the Office of Retirement, 4205 Hollywood Blvd., Suite 4, Hollywood, Florida 33021.

PRESENT:

D. Strauss, Chairman; J. Marano¹; M. Djokic²; A. Stabile & C. Boyd - Trustees.

Also present were Andrew Laframboise, Active Member; Adrian Sancho & Robert Maddock – Corient; Brendon Vavrica, Mariner Institutional; Stuart Kaufman, Legal Counsel - Klausner, Kaufman, Jensen & Levinson & David M. Williams, Plan Administrator.

PUBLIC COMMENT

Moment of Silence for recent losses.

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 OCTOBER 25, 2024 MEETING

Mr. Strauss asked if there were any additions or corrections to the Minutes of the October 25, 2024, pension board meeting. Mr. Stabile made a motion to approve the Minutes cited, which was seconded by Mr. Boyd. All board members voted yes.

ATTORNEY'S REPORT

Mr. Kaufman cited a change to the IRS code for members residing outside of the USA. Effective 2026, they can no longer elect no federal tax withholding.

Mr. Kaufman will report on the Smires open disability claim at the December meeting.

Mr. Williams cited an odd interaction with a local representative from Nextera Energy asking if the Board intends to refile the security litigation case that was recently dismissed. The representative was advised that any issue of this nature is handled at public pension meetings in the sunshine, and in consultation with our legal representatives.

ADMINISTRATIVE REPORT

Administrative Report: Mr. Williams presented and outlined the activity in the Administrative Report provided to the Board for consideration. After review, a motion was made by Mr. Boyd to approve the report as presented, which was seconded by Mr. Strauss. All board members voted yes.

¹ Attended Remotely.

² Attended Remotely.

Mr. Williams cited the information for the supplemental distribution was prepared and transmitted to the Board Actuary. Further report forthcoming.

Mr. Williams cited the gross return was 21.0601% for the fiscal year, therefore effected DROP Members will be adjusted according to city ordinance 33.125 (E) (2).

Mr. Williams notified all DROP Members about their required minimum distributions. Warrants were prepared if applicable for 2024 and 2025 DROP Distributions were adjusted accordingly.

Mr. Williams reviewed a public records request received for a retired member.

Mr. Williams asked Mr. Kaufman if the lawsuit filed against the Plan³ from 2012 can be dismissed. He believes the suit is still being considered by our fiduciary insurance provider.

Mr. Williams reported the Summary Plan Description (SPD) is pending final revisions by Mr. Kaufman.

INVESTMENT MONITOR REPORT – MARINER INSTITUTIONAL

Mr. Vavrica reported that Neuberger Berman made a minority purchase of Mariner Institutional. Further to follow as warranted. The Plan has no investments with Neuberger Berman.

Mr. Vavrica cited AllSpring has offered a fee reduction. Documents to follow for execution.

Mr. Vavrica discussed the R&D Balance being used for future payroll needs and capital calls. No opposition from the Board on that Plan.

INVESTMENT REPORT

Mr. Adrian Sancho & Mr. Robert Maddock – Corient presented a market/portfolio update.

- The Fed remains front and center, clearly messaging a shift in monetary policy. After cutting rates by 50 bps in September they seem primed to continue easing monetary policy as inflation, economic growth, and the labor market normalize. The Fed projects rates to be cut by an additional 50 bps by year end.
- The yield curve steepened and uninverted as the market priced in a pivot in monetary policy. Bonds served well as diversifiers during the volatility of early August, and the Bloomberg Aggregate Bond Index was up over five percent during Q3, one of the best quarters for bonds in the last several decades.
- Inflation has continued to cool, nearing the Fed's 2% target. Headline CPI for August was 2.5%, but core inflation remains over 3%, driven by stubborn housing and auto insurance prices, which are expected to normalize in the coming quarters.

	Annualized (%)*					
	QTD	FYTD	1 Year	3 Year	5 Year	Inception
Corient Equity	5.3	38.9	38.9	12.5	17.3	11.4
S&P 500 Index	5.9	36.4	36.4	11.9	16.0	10.7

Stellar performance by the Corient Group on all time periods. Keep up the great work!

³ Broward County Case Number: CACE12001005.

OPEN DISCUSSION

In an effort to reduce costs, Mr. Strauss cited arrangements are underway to have the city clinic provide pension physicals. Further updates will follow.

MEETING ADJOURNED

There being no further business, the meeting was adjourned at 11:12 A.M.

The next scheduled meeting is December 20, 2024 at 10:30 A.M.

Respectfully submitted,

APPROVED:

P. Laskowski, Secretary

D. Strauss, Chairperson