

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

March 27, 2026

MINUTES

A regular meeting of the Hollywood Police Officers' Retirement System was held on Friday, March 27, 2026, 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. Marano, A. Stabile and C. Boyd.

Also present were Dann Smith - Allspring Global Investments; Terrence O'Toole – BNY Newton; Brendon Vavrica¹, Mariner Institutional; Stuart Kaufman, Legal Counsel - Klausner, Kaufman, Jensen & Levinson; David 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 FEBRUARY 27, 2026 MEETING

Mr. Strauss asked if there were any additions or corrections to the Minutes of the February 27, 2026 pension board meeting. Mr. Marano made a motion to approve the Minutes of the February 27, 2026 pension board meeting, which was seconded by Mr. Laskowski. All board members voted yes.

ATTORNEY'S REPORT

Driven Brands Matter: Mr. Kaufman outlined a potential security litigation matter identified by Saxena White. A Litigation Memorandum was prepared for Hollywood Police Officers' Retirement System ("Hollywood Police" or the "System") and provides an overview of meritorious securities fraud claims that Saxena White recommends asserting against automotive services provider Driven Brands Holdings Inc. ("Driven Brands" or the "Company"). A pending action alleges violations of Sections 10(b) and 20(a) of the Securities Exchange Act of 1934 (the "Exchange Act") from May 9, 2023 through February 24, 2026 (the "Class Period").¹ Throughout the Class Period, Driven Brands misled investors about its operational and financial stability, emphasizing a strategy rooted in driving growth and generating cash flow. In reality, Driven Brands overstated key revenue and cash metrics for almost three years, resulting from undisclosed material weaknesses in its internal controls over financial reporting. Hollywood Police has sustained a loss of \$129,453 under the prevailing last-in, first-out ("LIFO") calculation method on its purchases of Driven Brands stock during the Class Period. For the reasons discussed herein, Saxena White recommends that Hollywood Police retain them to file a complaint against Driven Brands and seek joint lead plaintiff appointment with similarly situated retirement funds on the May 8, 2026 deadline.

¹ Attended Remotely.

BACKGROUND AND SUMMARY OF THE FRAUD

Based in Charlotte, North Carolina, Driven Brands is the largest automotive services and parts provider in North America. The Company offers paint, collision, glass, and general repair services, as well as high-frequency offerings such as oil changes and car washes. Historically, Driven Brands expanded through an aggressive acquisition strategy. By 2025, Driven Brands had approximately 5,200 locations across 14 countries, including a mix of company-owned and franchised stores.

In 2023, in an effort to turn around its struggling business, Driven Brands undertook a series of portfolio-reshaping actions, including divesting assets from its U.S. Car Wash segment. At the same time, the Company worked to address operational failures that derailed the integration of its U.S. Glass business. These initiatives occurred amid substantial management turnover, further underscoring the instability within the organization.

Throughout the Class Period, Driven Brands sought to convince investors that any issues relating to operational instability were in the past. For example, Defendants repeatedly claimed that Driven Brands was executing a consistent and reliable strategy grounded in a much-touted new brand identity: “Driven is Growth and Cash.” For example, on October 31, 2024, during the Company’s fiscal third-quarter 2024 earnings call, former CEO Fitzpatrick touted that Driven Brands’s franchise businesses provided it with “consistent predictable growth, compelling asset-light margins and [recurring] steady cash flow,” which allowed the Company to “fund growth and investment.” He further characterized this as “the compelling one-two punch of growth and cash flow.”

As the Class Period progressed, Driven Brands continued to reassure investors about the Company’s purported strong financial performance. Indeed, on November 4, 2025, during Driven Brands’s fiscal third-quarter 2025 earnings call, CFO Diamond proclaimed that the third quarter was “another strong quarter for Driven’s diversified growth-focused business model[,]” while highlighting “combined same store sales growth across each of our segments with strong cash flow generation.”

Unbeknownst to investors, Driven Brands’s assurances about operational and financial stability were false. For nearly three years, Driven Brands concealed that it was plagued by chronic instability, stemming from pervasive material weaknesses in its internal controls over financial reporting—resulting in, among other things, the overstatement of key revenue and cash flow metrics.

THE TRUTH EMERGES

On February 25, 2026, before markets opened, the truth about Driven Brands’s operational failures and distorted financial reporting came to light. That day, Driven Brands informed investors that it would not be able to release its fourth-quarter and full-year fiscal 2025 results as scheduled because material errors permeated its financial statements for fiscal years 2023 and 2024, as well as the first three quarters of 2025. As a result, those financial statements were rendered unreliable and required restatement. The Company disclosed primary categories of misconduct that affected nearly all significant financial metrics and obscured the Company’s true financial condition:

- Unreconciled cash account differences dating back to 2023 led to the overstatement of cash and revenue and the understatement of selling, general, and administrative expenses across fiscal years 2023 and 2024;
- Inaccurate recording of leases distorted right-of-use assets and liabilities reported on the Company's balance sheet as of December 28, 2024 and September 27, 2025;
- Supply and other expenses were improperly classified as Company-operated store expenses throughout the fiscal years 2023 and 2024; and
- Revenue was inaccurately recognized in Driven Brands's Automotive Training Institute ("ATI") business, primarily during fiscal year 2025, among additional errors relating to "income tax provision, supply and other revenue, fixed assets, cloud computing, lease cash application, and balance sheet and income statement misclassifications."

Additionally, Driven Brands conceded that its internal controls over financial reporting presented material weaknesses and were ineffective as of December 27, 2025. On this news, the price of Driven Brands stock fell \$5.01 per share, or about 40%, to close at \$11.60 per share on February 25, 2026—wiping out more than \$800 million in market value.

These disclosures left analysts securities aghast. For example, William Blair analysts noted that a nearly three-year restatement was especially damaging for Driven Brands, which had previously grappled with "tumultuous" turnover in its finance department, warning that "the lack of stability in the finance department and unreliability around reporting has been a long-standing pain point for the stock," and that the disclosures would "come as a major blow to the company's efforts to rebuild credibility." Similarly, Piper Sandler analysts castigated the Company, concluding that the "substantial number of material errors" and resulting restatement would "undoubtedly" put Driven Brands "in the penalty box for a number of quarters," citing a "frustrating lack of transparency," an "abnormally high amount of adjustments each quarter," and inconsistencies in cash metrics.

After review and consideration, Mr. Boyd made the motion to retain Saxena White and to seek Lead (joint) Plaintiff status. The motion was seconded by Mr. Laskowski. All board members voted yes.

NextEra Energy, Inc. Matter: Mr. Kaufman advised the Board that Block & Leviton LLP (the Firm) entered into mediation in this matter. Subsequently the Firm and NextEra Energy, Inc. reached a settlement of 155 million dollars. Mr. Kaufman reflected that he felt the settlement was fair to all parties. After review and consideration, Mr. Stabile made the motion to accept the settlement amount cited, which was seconded by Mr. Laskowski. All board members voted yes.

Smires Matter: Mr. Klausner reported three IME's have been established to have Mrs. Smires re-examined for her claim of disability. Once all the IME reports are received a non-formal hearing will follow.

Pension Physicals: Mr. Williams reminded all that the city now uses Memorial now to conduct all pre-employment physicals, and the intent was to access those physicals instead of sending members for separate pension physicals, thus saving time and plan expenses. City HR was getting push back from Memorial about releasing the records. Mr. Kaufman opined the Plan could provide the city with a release form which should be accepted. Mr. Williams will transmit the release to the city upon receipt for review and consideration.

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 items 1-10 of the report as presented, which was seconded by Mr. Laskowski. All board members voted yes.

Subsequently to the foregoing, Mr. Boyd made a motion to approve item 11 of the report as presented, which was seconded by Mr. Laskowski. All board members 4-yes, 0-no and 1-abstention by Mr. Stabile who will file Form 8B.

QUARTERLY INVESTMENT PRESENTATIONS

Allspring

The representative cited reviewed the portfolio and advised the following:

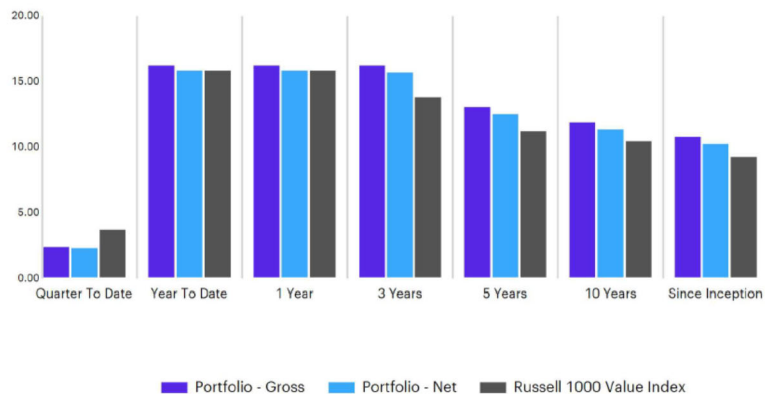
- U.S. equity markets, as measured by the Dow Jones Industrial Average, underperformed developed non-U.S. markets, as measured by the MSCI EAFE Index, over the quarter, trailing one- and three-year periods.
- U.S. equity markets, as measured by the Dow Jones Industrial Average, also underperformed emerging markets, as measured by the MSCI EM Index, over the quarter, trailing one- and three-year periods.
- By size, large-cap issues outperformed medium- and small-sized companies during the quarter, along with the trailing one- and three-year periods.
- By style, as measured by the broad market indices, value was the clear leader over the quarter, outperforming growth across large-, mid-, and small cap stocks. Over the trailing one-year period, performance was more mixed with growth outperforming in large- and small-cap stocks while their value counterparts outpaced in mid-cap stocks. Three-year returns showed growth outpacing value stocks across all time periods.

Performance overview

As of December 31, 2025

Performance history (%)

	QUARTER TO DATE	YEAR TO DATE	1 YEAR	3 YEARS	5 YEARS	10 YEARS	SINCE INCEPTION (12-May-15)
Portfolio - Gross	2.49	16.32	16.32	16.31	13.14	12.01	10.86
Portfolio - Net	2.40	15.92	15.92	15.79	12.61	11.46	10.32
Russell 1000 Value Index	3.81	15.91	15.91	13.90	11.33	10.53	9.35

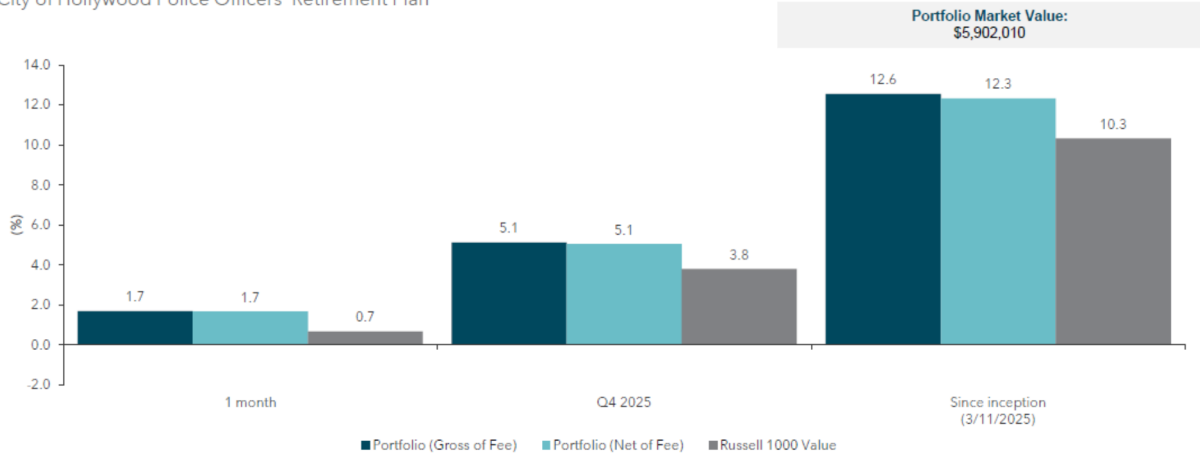


Newton – BNY

This was the first portfolio review for this manager since being retained on March 11, 2025.

Performance since inception to 31 December 2025

City of Hollywood Police Officers' Retirement Plan



Mariner Institutional

Mr. Vavrica provided a flash report as of February 28, 2026:

	Allocation		Performance(%)								
	Market Value \$	%	MTH	QTD	YTD	FYTD	1 YR	3 YR	5 YR	Inception	Inception Date
Total Fund Composite (Gross)	547,580,617	100.0	0.70	2.62	2.62	4.24	13.39	13.15	8.77	8.37	10/01/1992
Total Policy			0.46	2.25	2.25	4.36	14.42	14.20	8.83	7.87	
Total Fund Composite (Net)	547,580,617	100.0	0.68	2.56	2.56	4.10	13.00	12.78	8.35	7.97	10/01/1992
Total Policy			0.46	2.25	2.25	4.36	14.42	14.20	8.83	7.87	

Mr. Vavrica noted sale of Crescent Capital, but Mariner had no issues with the transaction.

OPEN DISCUSSION

No open discussion ensued.

MEETING ADJOURNED

There being no further business, the meeting was adjourned at 11:14 A.M.

The next scheduled meeting is April 24, 2026 at 10:30 A.M.

Respectfully submitted,

APPROVED:

P. Laskowski, Secretary

D. Strauss, Chairperson