CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND

CALENDAR OF ITEMS

REGULAR BOARD MEETING SEPTEMBER 24, 2019

AGENDA ITEM 1 CALL TO ORDER

(NO BACKUP FOR THIS SECTION)

AGENDA ITEM 2 ROLL CALL AND PLEDGE OF ALLEGIANCE

AGENDA ITEM 2.A. AGENDA ADOPTION



CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND

2600 Hollywood Blvd. • City Hall Annex Building, 2ND Floor, Room 20 • Hollywood, FL 33020 (954) 921-3333 • (954) 921-3332 Fax • www.hollywoodpension.com

AGENDA REGULAR PENSION BOARD MEETING TUESDAY, SEPTEMBER 24, 2019 at 9:00 AM CITY HALL ANNEX, ROOM 20, 2600 HOLLYWOOD BOULEVARD

- 1. CALL TO ORDER
- 2. ROLL CALL AND PLEDGE OF ALLEGIANCE
 - A. Agenda Adoption
- 3. CONSENT AGENDA
 - A. July 23, 2019 Regular Meeting Minutes
 - B. August 27, 2019 Regular Meeting Minutes
 - C. September 10, 2019 Special Meeting Minutes
 - D. September 17, 2019 Special Meeting Minutes
 - E. Ratification of Distributions (Contributions and DROP) and Plan Expenses
 - F. Approval/Ratification of New Retirements/DROP/Vested/Death Annuities

4. FINANCIAL

- A. Financial Report and Investment Summary
- B. Budget Variance Report
- C. Fiscal Year 2020 Proposed Budget

5. INVESTMENT (Segal Marco Advisors)

- A. August 2019 Flash Performance Report
- B. Asset Liability Study

6. LEGAL (Ron Cohen - Rice, Pugatch, Robinson, Storfer and Cohen.)

- A. Update on City of Hollywood v. City of Hollywood Employees' Retirement Fund
- Update on Glover V. Kolari, City of Hollywood Employees' Retirement Fund and City of Hollywood
- C. Segal Investment Consultant Contract Extension
- D. COHERF 401(a) Plan
- E. Loomis Sayles Agreement
- F. Request for Executive Session to Discuss Pending Litigation City of Hollywood v. City of Hollywood Employees' Retirement Fund
- G. Request for Executive Session to Discuss Pending Litigation Emily Glover, individually and as Personal Representative of the Estate of George Glover v. Ferihaja Kolari, City of Hollywood Employees' Retirement Fund and City of Hollywood

7. EXECUTIVE DIRECTOR'S REPORT

- A. City Commission Communication
- B. Resolution of Appreciation
- C. 2019 and 2020 Board Meeting Schedule
- D. Administrative Considerations
- E. Member Considerations
- F. Personnel Considerations
- G. Communications from the Executive Director
- 8. PUBLIC COMMENTS
- 9. TRUSTEE REPORTS, QUESTIONS AND COMMENTS
- 10. ADJOURNMENT

PERSONS WITH DISABILITIES WHO REQUIRE REASONABLE ACCOMMODATION TO PARTICIPATE IN AN EMPLOYEES' RETIREMENT FUND BOARD MEETING MAY CALL THE PENSION OFFICE FIVE (5) BUSINESS DAYS IN ADVANCE AT 954-921-3333 (VOICE). IF AN INDIVIDUAL IS HEARING OR SPEECH IMPAIRED, PLEASE CALL 809-955-8771 (V-TDD). *ANY PERSON WISHING TO APPEAL ANY DECISION MADE BY THE BOARD WITH RESPECT TO ANY MATTER CONSIDERED AT SUCH MEETING WILL NEED A RECORD OF THE PROCEEDINGS, AND FOR SUCH PURPOSES MAY NEED TO ENSURE THAT A VERBATIM RECORD OF THE PROCEEDINGS IS MADE, WHICH RECORD INCLUDES THE TISTIMONY AND EVIDENCE UPON WHICH THE APPEAL IS MADE. *THIS MEETING MAY BE CONDUCTED BY MEANS OF OR IN CONJUNCTION WITH COMMUNICATION MEDIA TECHNOLOGY, THE TYPE BEING A SPEAKER TELEPHONE. *IN COMPLIANCE OF STATE LAW, THE BOARD OF TRUSTEES FINDS THAT A PROPER AND LEGITIMATE PURPOSE IS SERVED WHEN MEMBERS OF THE PUBLIC HAVE BEEN GIVEN A REASONABLE OPPORTUNITY TO BE HEARD ON A MATTER BEFORE THE BOARD. THEREFORE, THE BOARD OF TRUSTEES HAVE DETERMINED AND DECLARED THAT THEY WILL ALLOW THE PUBLIC TO COMMENT; HOWEVER, EACH PERSON IS LIMITED TO NO MORE THAN (3) THREE MINUTES TO COMMENT AT EACH MEETING. * *TWO OF MORE MEMBERS OF ANY OTHER CITY BOARD, COMMISSION, OR COMMITTEE, WHO ARE NOT MEMBERS OF THE EMPLOYEES RETIREMENT FUND BOARD MAY ATTEND THIS MEETING AND MAY, AT THAT TIME, DISCUSS MATTERS ON WHICH FORESEEABLE ACTION MAY LATER BE TAKEN BY THEIR BOARD, COMMISSION, OR COMMITTEE.

AGENDA ITEM 3.A. CONSENT AGENDA

JULY 23, 2019
REGULAR MEETING MINUTES

MINUTES REGULAR PENSION BOARD MEETING CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND TUESDAY, JULY 23, 2019 AT 9:00AM

1. CALL TO ORDER

Chair Shaw called the meeting to order at 9:10a.m.

2. ROLL CALL AND PLEDGE OF ALLEGIANCE

Board Members present: Chair Phyllis Shaw, Vice Chair George Keller (Arrived at 9:12am), Secretary Robert Strauss, Christopher Cassidy, Jeffery Greene (Arrived at 9:17am), and Cintya Ramos. Also present: Executive Director Christine Bailey; Keith Reynolds and Rosa Limas (telephonically) of Segal Marco; and Ronald Cohen of Rice Pugatch Robinson Storfer & Cohen.

Charles Howell was absent and excused.

a. July 23, 2019 Regular Board Meeting Agenda

MOTION made by Trustee Strauss, seconded by Trustee Ramos, to adopt the July 23, 2019 Regular Board Meeting Agenda. In a voice vote of the members present, all members voted in favor. **Motion** passed 4-0.

3. CONSENT AGENDA

- a. June 25, 2019 Regular Meeting Minutes
- b. Ratification of Distributions (Contributions and DROP) and Plan Expenses
- c. Approval/Ratification of New Retirements/DROP/Vested/Death Annuities

Trustee Strauss requested that the minutes be amended to reflect that he did not note, but that he inquired, if the City would sue individual retirees. He also asked that requested employer contribution be changed to required employer contribution.

MOTION made by Trustee Robert Strauss, seconded by Trustee Keller, to approve the Consent Agenda Items with the amendments to 3a. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

4. FINANCIAL

- a. Ms. Bailey provided the Board with the March 31, April 30, and May 31, 2019 Final and June 30, 2019 Draft Financial Operations and Investment Summary.
- b. Ms. Bailey provided the Board with the Budget Variance Report as of June 30, 2019.
- c. Ms. Bailey also provided the preliminary draft of the Fiscal Year 2020 Proposed Budget for review. Trustees requested that all individual manager fees be listed on the budget report.

5. INVESTMENT (Keith Reynolds – Segal Marco)

a. June 2019 Flash Performance Report Mr. Reynolds provided the Board with the Flash Performance Report for June 30, 2019. He noted that the market value of the assets were \$338.3 million and that the Fund was up 2.64%. In response to a question regarding Brandes, Mr. Reynolds noted that the manager would be reviewed after the asset liability study. b. First Quarter Performance Report

Mr. Reynolds reported the Fund's performance for the quarter ended March 31, 2019. He noted that the assets were up \$15 million and that once the asset liability study was completed, the board would review manager allocations. He also noted that investment and manager selections had benefited the Fund. He stated that for the ten-year period, the fund outperformed the policy index and the Fund performance was slightly below the top quartile of its peers, public plans with less than \$500 million and 40-70% equity. He noted that the fund also had less risk and higher returns than the policy index. So while the Index was down by -4.06%, the fund was down only -3.55%.

Trustee Strauss noted that the Fund was no longer in the Top quartile. Mr. Reynolds responded, noting that the markets have performed very well at a time when the Fund divested into private markets, which were still in the early stages of the investments. He noted that the Fund would have had to take on more risk and remain in the public markets to realize higher returns.

c. SMID CAP Growth Manager Approval

Mr. Reynolds noted that Loomis Sayles had agreed to the lower fees requested by the Board. He recommended that the investment with Loomis be \$15 million. He noted that the assets would be moved from the Northern Trust Account.

MOTION made by Trustee Greene, seconded by Trustee Keller, to accept the recommendation of the Consultant. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

d. Wells Fargo/Principal Custody Update

Ms. Limas, after agreeing to be recorded, provided the Board with an update of the Wells Fargo/Principal transition. Ms. Limas advised that the custody and benefits services are now under Principal. She noted that she did not expect there to be changes for its clients in the next 18-20 months. She noted that Segal had some clients that would be changing custodians because they did not want to be a part of this transition process. She noted that the Fund should expect a letter of acknowledgement where the Fund would acknowledge the purchase.

She noted that Principal was committed to no disruptions of client services and asked that if any disruptions occur, that the Fund notify Segal. In response to a question, Ms. Limas noted that 20% of the approximately 50 Segal clients with Wells Fargo relationships have requested RFIs or full searches. She noted that none of these were public fund clients.

e. Mr. Reynolds provided the Board with the 2019 Work Plan for the Board and for the Investment Committee meetings. Mr. Reynolds noted that the amount of investment meeting had been reduced. The Board requested that the September 2019 Board meeting be a presentation of the ALM Study and not a Final Report as the Board may have additional questions after the August Investment Committee Meeting.

6. LEGAL (Ron Cohen – Rice Pugatch Robinson Storfer & Cohen)

a. Update on the City of Hollywood v. Board of Trustees of City of Hollywood Employees' Retirement Fund et al.

Mr. Cohen advised the Board that he met with Mr. Gonzales, Mr. Fallik, Mr. Keller – in his capacity as Assistant City Manager, and Ms. Bailey. He advised the Board that he believed there would be two payments, the 2012 13th check

payment and the prefunding contributions. Mr. Keller advised that the City was seeking approval from the State to amortize the payment of the outstanding prefunding contributions. He noted that he anticipated a response from the State in an August 5th conference call. He further noted that if this issue is resolved, there would be no need to pursue litigation.

Mr. Strauss noted that time was precious to the retirees. Mr. Keller noted that the approval of the Commission would also still be required. Mr. Cohen noted that there would be a status conference on the litigation in the complex litigation court on July 24, 2019 at which time, he expects the court to set some deadlines. Trustees Greene and Keller thanked the individuals and organizations that were working on the resolution of this matter as well as the pension restoration.

b. Segal Asset Liability Agreement

Mr. Cohen advised that the agreement was somewhat different from the presentation and that the fee schedule did not include any notation that a second report would be at no cost. However, he noted that since the restoration of benefits is complete there would be no need for two reports.

MOTION made by Trustee Greene, seconded by Trustee Strauss, to approve the Segal Asset Liability Agreement. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

- c. Eligibility of Transfer Participants to Join DROP.
 Mr. Cohen advised that, with restoration of benefits, police officers, who are members of this plan as a result of having serviced and having credited service in this plan, were eligible to participate in the DROP. Trustee Shaw noted that precedent was set in the past that allowed members in similar situations to join the DROP and that we should continue the practice. Trustee Keller noted that the City Attorney was of the same opinion.
- d. Request for Executive Session to Discuss Pending Litigation
 Mr. Cohen requested an Executive Session to discuss Pending Litigation with
 City of Hollywood Florida v the Board of Trustees of the City of Hollywood
 Employees Retirement Fund. He noted the conditions of the session.

Trustee Cassidy inquired about the calculation of the transferred participants. Ms. Bailey advised that the calculation was based on current salary but she would confirm and advise the Board.

Mr. Cohen noted that we had communicated with Mr. Kerr and that Mr. Kerr has requested that the Board hold a hearing, so at the next meeting the Board will adopt a formal hearing design at the next meeting.

MOTION made by Trustee Keller, seconded by Trustee Greene, to extend the meeting by 10 minutes. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

7. EXECUTIVE DIRECTOR'S REPORT

- a. Communications from the Executive Director
 - Ms. Bailey advised that 10 retirees had not returned the life certificates and of those 7 payments have been stopped. She noted that three

- members were not stopped as she believes that they have contacted the office by phone. Forms have been resent and if not returned, these members will also be stopped in August 2019.
- Ms. Bailey advised the Board that Thea Gordon requested additional time to repay her refunded contributions beyond the current five year schedule due to hardship.

MOTION made by Trustee Keller, seconded by Trustee Greene, to allow Ms. Gordon to extend her repayment of contributions to nine years and that any amount due at separation will be paid in a lump sum. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

- Ms. Bailey advised the Board that there were potentially two claims to a
 member's death benefit. She noted that the beneficiary form was last
 updated in 2007 and that the family of the deceased claims that the
 relationship between the deceased member and the designated
 beneficiary no longer existed.
- Ms. Bailey advised the Board that a vested member, who was eligible to receive benefits since 2016, had just applied for the vested benefit and had requested that the payments be made retroactive to her first eligibility date in 2016. Ms. Bailey noted that the member had been sent the necessary forms to receive the benefit on numerous occasions since 2016 and that the forms were never returned. She noted that the member opted not to submit the application forms previously. Ms. Bailey noted that after discussion with Mr. Cohen, it was determine that the benefit would only be paid retroactively to the date that the member's application was received. She advised the Board that the member stated that she would sue the Fund.
- Ms. Bailey advised the Board that 149 members were eligible to participate in the DROP retroactively and had met with 68 such members. Of those, 43 elected to DROP, with 14 members retiring by the end of 2019. She noted that the Pension Office expected to complete the processing of all DROP applications by December and produce the DROP Statements as of December 2019 by March 2020.

Ms. Bailey noted that there were issues regarding members with breaks in service and how they are impacted by restoration of benefits.

- Ms. Bailey advised the Board that the Actuary's order of priorities were the Employee Benefit Statements, 415 calculations, recalculations of retiree benefits, the 100% Joint and Equal non-spousal beneficiaries who were 10 or more years younger than the retiree, and the benefit calculation certifications. She noted that the calculation of the required contribution and interest would be delayed until after the City's August 5th meeting.
- Ms. Bailey noted that the duty disability tax audit was complete. She noted that the 401(a) plan for the Pension Office staff was not yet complete. She advised the Board that Segal would be available at the August meeting to discuss the Board's insurance policies.

8. PUBLIC COMMENTS

Public comment was provided by Eric Alphonso.

9. TRUSTEE REPORTS, QUESTIONS AND COMMENTS

Trustee Greene reminded the Board that he would not be available for the August Regular Board Meeting. He also confirmed that the Audit Committee would meet on August 6, 2019.

Trustee Keller thanked the staff for their diligence in reviewing the member records and stressed the importance of the review. He advised that Marcum was currently conducting a forensic audit of the Fire Pension Plan based on possible anomalies.

Trustee Strauss thanked the staff for the routine work as well as the work associated with the recent changes to the Fund. Trustee Shaw expressed appreciation to the staff for their work with the membership on restoration. She also thanked Mr. Cohen for his assistance to the Board. Trustee Greene expressed appreciation to the Board, City, and Staff for the work they have done on behalf of the residence of the City.

10. ADJOURNMENT

MOTION made by Trustee Strauss, seconded by Trustee Ramos to adjourn the meeting. In a voice vote by the members present, **Motion** passed 6-0. Meeting adjourned at 12:05p.m.

Phyllis Shaw, Chair	
Date	

AGENDA ITEM 3.B. CONSENT AGENDA

AUGUST 27, 2019
REGULAR MEETING MINUTES

MINUTES REGULAR PENSION BOARD MEETING CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND TUESDAY, AUGUST 27, 2019 AT 9:00AM

1. CALL TO ORDER

Chair Shaw called the meeting to order at 9:10a.m.

2. ROLL CALL AND PLEDGE OF ALLEGIANCE

Board Members present: Chair Phyllis Shaw, Vice Chair George Keller (Arrived at 10:55am), Secretary Robert Strauss (telephonically), Christopher Cassidy, Charles Howell, and Cintya Ramos. Also present: Executive Director Christine Bailey; Pension Coordinator Veron Sibble; Felicia Ewell of Segal Marco; Ronald Cohen of Rice Pugatch Robinson Storfer & Cohen; and Diane McNally and Matthew Jackson of Segal Select Insurance Inc.

Jeffery Greene was Absent and Excused.

a. August 27, 2019 Regular Board Meeting Agenda

MOTION made by Trustee Cassidy, seconded by Trustee Howell, to allow Trustee Strauss to attend the meeting telephonically. In a voice vote of the members present, all members voted in favor. **Motion** passed 4-0.

Trustee Strauss granted permission to record his participation at the meeting.

MOTION made by Trustee Cassidy, seconded by Trustee Ramos, to adopt the August 27, 2019 Regular Board Meeting Agenda. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

3. CONSENT AGENDA

- a. July 23, 2019 Regular Meeting Minutes
- b. Ratification of Distributions (Contributions and DROP) and Plan Expenses
- c. Approval/Ratification of New Retirements/DROP/Vested/Death Annuities

Ms. Bailey advised the Board that 3a. Minutes of the July 23rd meetings, 7a. City Commission Communication and 7b. Administrative Consideration would not be available for review at this meeting.

MOTION made by Trustee Strauss, seconded by Trustee Cassidy, to table the July 23rd minutes, Commission Communications and Administrative considerations regarding clarification of the ordinance, to the next meeting. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

MOTION made by Trustee Cassidy, seconded by Trustee Strauss, to approve Agenda Item 3b. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

Trustee Cassidy inquired about the benefits that were stopped due to missing life certificates. Ms. Bailey advised that benefits were stopped for six retirees. Of those, three members have completed the certificates and their benefits were restarted. She noted that three members who were stopped had not yet submitted their life certificates, Cynthia Commella, Mary Schoenbrod, and Alfonso Vassall. She noted that James True, was also stopped. While we believe we have spoken to him, he has not return the life certificate. She also noted that Lundy Schwark, was not stopped as of the report date but was stopped in August as he indicated that he would submit the forms and had not done so.

MOTION made by Trustee Cassidy, seconded by Trustee Ramos, to approve Agenda Item 3c. Trustee Howell noted that he was not able to vote on the benefits of Virginia Catania as she was his client.

MOTION amended by Trustee Cassidy, seconded by Trustee Ramos, to approve Agenda Item 3c with the exclusion of Virginia Catania. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

MOTION by Trustee Cassidy, seconded by Trustee Ramos, to approve the death benefits payable to Virginia Catania. In a voice vote of the members present, **Motion** passed 4-0. Trustee Howell abstained.

4. FINANCIAL

- a. Ms. Bailey provided the Board with the Draft July 31, 2019 Financial Operations and Investment Summary.
- b. Ms. Bailey provided the Board with the Budget Variance Report as of July 31, 2019.

Trustee Shaw requested that documentation be provided to explain the relationship between the expenditures on the Financial Operations and Investment Summary and those on the Budget Variance Report. Trustee Cassidy noted a discrepancy between the Salaries and Taxes & Benefits on the Budget Variance report and the supporting documentation provided of the Financial Summary. Ms. Bailey will review the report and provide the Board with an explanation of the discrepancy.

MOTION made by Trustee Strauss, seconded by Trustee Cassidy, to table Agenda Item 4a. and 4b. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

c. Ms. Bailey provided the Board with the Fiscal Year 2020 Proposed Budget. The Board discussed the proposed budget and requested changes in the budget to reflect additional anticipated costs.

MOTION made by Trustee Cassidy, seconded by Trustee Ramos, to table Agenda Item 4c. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

d. Trustee Howell advised the Board that the Audit Committee reviewed a proposal from Marcum, LLP to conduct the Fiscal Year 2019 Financial Audit at a cost of \$19,000. He advised that the Audit Committee unanimously recommended that Marcum be engaged to conduct the audit. He stated that due to time constraint, the fact that Marcum has previously conducted the audit, as well as the fact that they already have relationship with the City, the committee concluded that Marcum should be engaged for the 2019 Audit and a RFP can be issued for future engagements.

MOTION made by Trustee Howell, seconded by Trustee Strauss, to engage Marcum to perform the Fiscal Year 2019 Financial Audit at a cost of \$19,000. In a voice vote of the members present, all members voted in favor. **Motion** passed 5-0.

5. INVESTMENT (Felicia Ewell – Segal Marco, Diane McNally, Matthew Jackson – Segal Select)

a. July 2019 Flash Performance Report
Ms. Ewell provided the Board with the Flash Performance Report for July 2019.
She noted that the assets were up \$1 million over June 2019. She noted that performance was positive in July and that the alternative managers had not yet reported their performance.

b. Board Insurance Update

Ms. McNally and Mr. Jackson presented the 2019 Insurance Summary for the Board's Fiduciary and other insurance policies and information on the renewal of the policies.

In response to a question about the Public Officers Bond, Ms. McNally advised that all Trustees and employees were covered under the Fiduciary Bond. She noted that the limits on liability were not singular but per occurrence. Mr. Cohen advised that he did not believe that the State required the Public Official Bond. The Board requested that going forward the policy renewal periods begin on October 1st. Mr. Jackson noted that it was possible and would only require a small per diem rate to cover the additional 3 days.

Ms. McNally also noted that the Active Shooter policy was still available for the Board of consider.

MOTION made by Trustee Keller, seconded by Trustee Strauss, to renew the Board's insurance policies as recommended. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

c. 2019 Work Plan

Ms. Ewell noted that the ALM Study review would have to be rescheduled as the August Investment Committee meeting was cancelled. Trustee Shaw recommended that the review be done at the September Board meeting.

Trustee Shaw noted that the Segal Contract expired in December 2019. She recommended that the contract be extended for an additional year to allow the continuation of the work with the ALM Study.

Mr. Cohen noted that the Loomis Sayles contract was a comingled fund. He noted that this was a collective trust fund created under certain revenue rulings which allows pension plans to invest in a group trust. While common and used by many of his clients, the documents say that the Board must adopt the documents of the trust in the plan documents. Mr. Cohen recommended that the pension ordinance be amended to allow for these documents to be incorporated by reference into the plan. He advised that he would continue to discuss the issue with Keith.

6. LEGAL (Ron Cohen – Rice Pugatch Robinson Storfer & Cohen)

a. Update on the City of Hollywood v. Board of Trustees of City of Hollywood Employees' Retirement Fund et al.

Mr. Cohen noted that the City is still in communication with the State to see if they will accept a payoff of the amount stilled owed. He noted that the State requested a breakdown of the amount owed from the Fund's Actuary. Trustee Keller noted that he believed that all the terms for the payment of the outstanding

13th check and the prefunding had been settled except the City's request of the State to amortize the outstanding prefunding required contribution.

b. George Glover

Mr. Cohen advised the Board that the Board has been served with a lawsuit, Emily Glover, individually, and as personal representative of the estate of George Glover v. Ferihaja Kolari, the City of Hollywood Employees Retirement Fund, and the City of Hollywood. He summarized the complaint in the lawsuit.

Mr. Cohen noted that the Fund would have been exposed to double jeopardy. He noted that the board may interplead to determine the ownership of the benefit. Mr. Cohen noted that Ms. Glover's attorney has requested that the benefit be paid to him. Mr. Cohen recommended that the Board seek to keep the funds until the issue was resolved. Trustees noted that the Board should not give consideration to changing a member's designation after they have passed. They concluded that it is the Fund's obligation to pay the benefits as the member designated.

MOTION by Trustee Cassidy, seconded by Trustee Keller, to extend the meeting for 20 minutes. In a voice vote of the members present, **Motion** passed 6-0.

MOTION by Trustee Keller, seconded by Trustee Cassidy, to freeze the assets payable to the beneficiary of Mr. Glover. In a voice vote of the members present, **Motion** passed 6-0.

MOTION by Trustee Keller, seconded by Trustee Howell, to appoint current attorney to represent the Fund in the Glover case. In a voice vote of the members present, **Motion** passed 6-0.

c. COHERF 401(a)

Mr. Cohen advised the Board that the setup documents for the COHERF 401(a) Plan for the pension staff was complete and once signed the 401(a) account can be setup.

- d. Request for Executive Session to Discuss Pending Litigation
 Mr. Cohen requested an Executive Session to discuss Pending Litigation with
 City of Hollywood Florida v the Board of Trustees of the City of Hollywood
 Employees Retirement Fund et al. He noted the conditions of the session.
- e. Request for Executive Session to Discuss Pending Litigation Mr. Cohen requested an Executive Session to discuss Pending Litigation with Glover v, Kolari, City of Hollywood Employees' Retirement Fund, and City of Hollywood. He noted the conditions of the session.

7. EXECUTIVE DIRECTOR'S REPORT

- c. Communications from the Executive Director
 - Ms. Bailey advised the Board that the Retiree Audit was completed with 6 members stopped. Three who we believe we have contacted, but cannot confirm and three who we have had no communication with since the audit began in January.
 - Ms. Bailey advised the Board that there were 149 members eligible to retroactively DROP and of those 70 members chose to DROP retroactively.

Regular Pension Board Meeting August 27, 2019 Page **5** of **5**

8. PUBLIC COMMENTS

There were no public comments.

9. TRUSTEE REPORTS, QUESTIONS AND COMMENTS

Trustee Keller requested that the recalculation of Cameron Benson be placed on the Agenda for the September meeting. Trustee Shaw also requested that the recommendation regarding retirees who designated non-spousal beneficiaries who were 10 or more years younger be placed on the September Agenda.

10. ADJOURNMENT

MOTION made by Trustee Keller, seconded by Trustee Howell to adjourn the meeting. In a voice vote by the members present, **Motion** passed 6-0. Meeting adjourned at 12:47p.m.

Phyllis	Shaw, Chair	
Date		

FORM 8B MEMORANDUM OF VOTING CONFLICT FOR COUNTY, MUNICIPAL, AND OTHER LOCAL PUBLIC OFFICERS

LAST NAME—FIRST NAME—MIDDLE NAME HOWELL, CHARLES			NAME OF BOARD, COUNCIL, COMMISSION, AUTHORITY, OR COMMITTEE Hollywood Employees Retirement Fund			
MAILING ADDRESS City Hall Annex, Room 20, 2600 Hollywood Boulevard		WHICH I SERVE I		JTHORITY OR COMMITTEE ON		
CITY	COUNTY	✓ CITYX	□ COUNTY	☐ OTHER LOCAL AGENCY		
Hollywood, FL Broward		NAME OF POLITIC	CAL SUBDIVISION:			
DATE ON WHICH VOTE OCCURRED August 27, 2019		MY POSITION IS:	□ ELECTIVE	☑ APPOINTIVE X		

WHO MUST FILE FORM 8B

This form is for use by any person serving at the county, city, or other local level of government on an appointed or elected board, council, commission, authority, or committee. It applies to members of advisory and non-advisory bodies who are presented with a voting conflict of interest under Section 112.3143, Florida Statutes.

Your responsibilities under the law when faced with voting on a measure in which you have a conflict of interest will vary greatly depending on whether you hold an elective or appointive position. For this reason, please pay close attention to the instructions on this form before completing and filing the form.

INSTRUCTIONS FOR COMPLIANCE WITH SECTION 112.3143, FLORIDA STATUTES

A person holding elective or appointive county, municipal, or other local public office MUST ABSTAIN from voting on a measure which would inure to his or her special private gain or loss. Each elected or appointed local officer also MUST ABSTAIN from knowingly voting on a measure which would inure to the special gain or loss of a principal (other than a government agency) by whom he or she is retained (including the parent, subsidiary, or sibling organization of a principal by which he or she is retained); to the special private gain or loss of a relative; or to the special private gain or loss of a business associate. Commissioners of community redevelopment agencies (CRAs) under Sec. 163.356 or 163.357, F.S., and officers of independent special tax districts elected on a one-acre, one-vote basis are not prohibited from voting in that capacity.

For purposes of this law, a "relative" includes only the officer's father, mother, son, daughter, husband, wife, brother, sister, father-in-law, mother-in-law, son-in-law, and daughter-in-law. A "business associate" means any person or entity engaged in or carrying on a business enterprise with the officer as a partner, joint venturer, coowner of property, or corporate shareholder (where the shares of the corporation are not listed on any national or regional stock exchange).

ELECTED OFFICERS:

In addition to abstaining from voting in the situations described above, you must disclose the conflict:

PRIOR TO THE VOTE BEING TAKEN by publicly stating to the assembly the nature of your interest in the measure on which you are abstaining from voting; and

WITHIN 15 DAYS AFTER THE VOTE OCCURS by completing and filing this form with the person responsible for recording the minutes of the meeting, who should incorporate the form in the minutes.

APPOINTED OFFICERS:

Although you must abstain from voting in the situations described above, you are not prohibited by Section 112.3143 from otherwise participating in these matters. However, you must disclose the nature of the conflict before making any attempt to influence the decision, whether orally or in writing and whether made by you or at your direction.

IF YOU INTEND TO MAKE ANY ATTEMPT TO INFLUENCE THE DECISION PRIOR TO THE MEETING AT WHICH THE VOTE WILL BE TAKEN:

• You must complete and file this form (before making any attempt to influence the decision) with the person responsible for recording the minutes of the meeting, who will incorporate the form in the minutes. (Continued on page 2)

APPOINTED OFFICERS (continued)

- A copy of the form must be provided immediately to the other members of the agency.
- · The form must be read publicly at the next meeting after the form is filed.

IF YOU MAKE NO ATTEMPT TO INFLUENCE THE DECISION EXCEPT BY DISCUSSION AT THE MEETING:

- · You must disclose orally the nature of your conflict in the measure before participating.
- You must complete the form and file it within 15 days after the vote occurs with the person responsible for recording the minutes of the
 meeting, who must incorporate the form in the minutes. A copy of the form must be provided immediately to the other members of the
 agency, and the form must be read publicly at the next meeting after the form is filed.

DISCLOSURE OF LOCAL OFFICER'S INTEREST			
I, CHARLES HOWELL	, hereby disclose that on August 27	, 20 19 :	
(a) A measure came or will come before my inured to my special private gain or	agency which (check one or more)		
inured to the special gain or loss of	ny business associate,	;	
inured to the special gain or loss of X inured to the special gain or loss of	ny relative,	; , by	
whom I am retained; or			
inured to the special gain or loss of		, which	
is the parent subsidiary, or sibling or	ganization or subsidiary of a principal which has reta	ained me.	
(b) The measure before my agency and the	nature of my conflicting interest in the measure is a	as follows:	
APPROVAL OF APPLICATION FO	R SURVIVING BENEFICIARY BENEFITS.		
If disclosure of specific information would who is also an attorney, may comply with the as to provide the public with notice of the complex	violate confidentiality or privilege pursuant to law or ne disclosure requirements of this section by disclos onflict.	rules governing attorneys, a public officer, sing the nature of the interest in such a way	
Date Filed	Signature	ules Howell	

NOTICE: UNDER PROVISIONS OF FLORIDA STATUTES §112.317, A FAILURE TO MAKE ANY REQUIRED DISCLOSURE CONSTITUTES GROUNDS FOR AND MAY BE PUNISHED BY ONE OR MORE OF THE FOLLOWING: IMPEACHMENT, REMOVAL OR SUSPENSION FROM OFFICE OR EMPLOYMENT, DEMOTION, REDUCTION IN SALARY, REPRIMAND, OR A CIVIL PENALTY NOT TO EXCEED \$10,000.

AGENDA ITEM 3.C. CONSENT AGENDA

SEPTEMBER 10, 2019
SPECIAL MEETING MINUTES

MINUTES SPECIAL PENSION BOARD MEETING CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND TUESDAY, SEPTEMBER 10, 2019 AT 9:00AM

1. CALL TO ORDER

Chair Shaw called the meeting to order at 9:15a.m.

2. ROLL CALL AND PLEDGE OF ALLEGIANCE

Board Members present: Chair Phyllis Shaw, Vice Chair George Keller (Arrived at 10:55am), Secretary Robert Strauss, Christopher Cassidy, Charles Howell, and Cintya Ramos. Also present: Executive Director Christine Bailey; and Ronald Cohen of Rice Pugatch Robinson Storfer & Cohen.

Jeffery Greene was Absent and Excused.

a. September 10, 2019 Special Board Meeting Agenda

MOTION made by Trustee Ramos, seconded by Trustee Howell, to adopt the September 10, 2019 Special Board Meeting Agenda. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

3. LEGAL (Ron Cohen – Rice Pugatch Robinson Storfer & Cohen)

 a. Update on the City of Hollywood v. Board of Trustees of City of Hollywood Employees' Retirement Fund – consideration of the City's request of amortizing the payment of delinquent contributions

Mr. Cohen summarized recent events including the fact that the City indicated that they were considering funding the 2012 13th check and the outstanding prefunding of future supplemental distributions as well as the dismissal of the lawsuit against the Fund. He noted that the City has asked the Board to consider allowing a 5-year amortization of the outstanding prefunding of the supplemental pension distributions.

Trustee Keller advised that the City was prepared to pay the 2012 13th check and pay the outstanding prefunding amount. He noted that the City was in the process of finalizing the amounts owed to the three City pension funds. In response to a question regarding the timing, Trustee Keller noted that the City expected to finalize an agreement with the Fund and make the payment to the Fund for the distribution of the 2012 13th check before September 30, 2019.

Mr. Cohen noted that the City was delinquent in its payment of employer contribution and the question to the Board was, would the Board allow the City to remain delinquent. He noted that any agreement should include the payment of the delinquent prefunding over five years, the payment of the 2012 13th check, and what happens to the funds for people who were eligible at the time the benefit should have been paid but are no longer alive. He noted that this would prevent the City from challenging the Fund as we anticipated that those payments would go to the beneficiaries on file, and if not, to the retirees' estates.

In response to a question, Trustee Ramos noted that the City request was that the amortization period begin in FY2021. Trustee Shaw requested a quick turnaround on any agreement that would be drafted.

In response to a question regarding the payment of the FY2020 prefunding amount and the amount to be amortized, Trustee Ramos advised that she would

Special Pension Board Meeting September 10, 2019 Page 2 of 2

review the City's FY2020 budget and advise the Board if the City had budgeted for the payment of the FY2020 prefunding amount.

MOTION made by Trustee Keller, seconded by Trustee Strauss, to accept the City's request that the outstanding amount for the prefunding of supplemental pension distributions be paid over a 5-year amortization schedule, starting in FY2021, of approximately \$12 million with accrued interest going forward. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

Trustee Cassidy inquired if the payment would include interest as if the funds were in the Plan. Trustee Shaw confirmed that interest would accrue and be paid over the amortization period. Trustee Keller noted that the amount due would be determined by the Fund's actuary.

MOTION made by Trustee Strauss, seconded by Trustee Howell, to accept the payment from the City by the end of FY2019 for the 2012 supplemental payment in a lump sum in the amount of \$4.4 millión. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

MOTION made by Trustee Strauss, seconded by Trustee Keller, to authorize the Board's attorney to draft a settlement agreement with the City/Plan Sponsor pursuant to the Board's discussion. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

MOTION made by Trustee Keller, seconded by Trustee Strauss, to include the FY2020 prefunding payment in the 5-year amortization schedule if it was not included in the City's FY2020 Budget.

After discussion, the Board concluded that, additional information was needed and, if necessary, the Board could address the matter at its regular meeting. The motion was withdrawn.

Trustee Keller thank everyone for their cooperation and patience. Trustee Strauss requested that the attorney work toward completing the agreement by the September 18, 2019 City Commission Meeting.

4. PUBLIC COMMENTS

There were no public comments.

5. TRUSTEE REPORTS, QUESTIONS AND COMMENTS

There were no Trustee comments.

6. ADJOURNMENT

MOTION made by Trustee Strauss, seconded by Trustee Howell to adjourn the meeting. In a voice vote by the members present, **Motion** passed 6-0. Meeting adjourned at 10:15a.m.

Phyllis Shaw, Chair	
•	
Date	

AGENDA ITEM 3.D. CONSENT AGENDA

SEPTEMBER 17, 2019
SPECIAL MEETING MINUTES

MINUTES SPECIAL PENSION BOARD MEETING CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND TUESDAY, SEPTEMBER 17, 2019 AT 9:00AM

1. CALL TO ORDER

Chair Shaw called the meeting to order at 9:10a.m.

2. ROLL CALL AND PLEDGE OF ALLEGIANCE

Board Members present: Chair Phyllis Shaw, Vice Chair George Keller, Secretary Robert Strauss, Christopher Cassidy, Charles Howell (telephonically 9:15am), and Cintya Ramos. Also present: Executive Director Christine Bailey; and Ronald Cohen of Rice Pugatch Robinson Storfer & Cohen.

a. September 17, 2019 Special Board Meeting Agenda

MOTION made by Trustee Greene, seconded by Trustee Cassidy, to adopt the September 17, 2019 Special Board Meeting Agenda. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

3. LEGAL (Ron Cohen – Rice Pugatch Robinson Storfer & Cohen)

- a. Update on the City of Hollywood v. Board of Trustees of City of Hollywood Employees' Retirement Fund consideration of a Settlement Agreement with the City of Hollywood.
- b. Mr. Cohen summarized recent events including the draft agreement that he prepared and submitted to the City for consideration. He noted that the City Attorney's Office had requested changes to the draft. He also noted that the Fund had received two letter from the State regarding the prefunding of the 2012 13th check. He noted that the second letter included the correct amount for the prefunding of the 13th check.

MOTION made by Trustee Strauss, seconded by Trustee Keller, to allow Trustee Howell to attend the meeting telephonically. In a voice vote of the members present, all members voted in favor. **Motion** passed 6-0.

Trustee Howell granted permission to record his participation at the meeting.

Mr. Cohen noted that the draft agreement proposed language in section 2 which stated that "The City agrees to contribute the entire annual required contribution in the future, which will include a pre-funding component for 13th checks and to keep the Plan as being state accepted."

Mr. Cohen noted a response to the submitted draft agreement from Mr. Fallik of the City Attorney's Office which stated that "After our initial review of the agreement, we have concerns about Section 2. We oppose the inclusion of a commitment by the City to pre-fund the 13th check benefit. As you know, the state is requiring that commitment from the City, and the state has the authority to enforce that commitment by withholding revenue sharing from the City. It goes without saying that such a commitment to the state is a very serious matter. On the other hand, there is no reason for the City to grant the Board the express authority to enforce that same commitment. Our solution would be to delete Section 2 in its entirety. I will try to attend the meeting tomorrow morning."

He further noted that, in response to a request for the City's proposed changes to the language, Mr. Fallik responded in an email that stated "The City agrees to contribute the entire annual required contribution in the future, which will include a pre-funding component for 13th checks, and to keep the Plan as being state accepted. However, the City reserves the right to challenge the amount of the annual required contribution and any decision by the state not to accept the plan;

provided that this reservation of rights does not include the right to challenge the inclusion of a pre-funding component in the annual required contribution."

The Board discussed the proposed language changes. Trustee Strauss noted that the Agreement related to the 13th check and the language was related to other issues. Mr. Cohen stated that while the City's proposed language included the prefunding of the 13th check, among other things, the City would still have the right to challenge the amount of the 13th check. He also stated that the language may be a concession that gives the City a right to challenge the annual required contribution. He recommended that the City's proposed language not be included. He recommended that the current language in the draft be reduced to "The City agrees to contribute the entire annual required contribution in the future, which will include a pre-funding component for 13th checks.", removing the language "and to keep the Plan as being state accepted".

Ms. Bailey noted that the determination of the annual required contribution is the responsibility of the Board, and that the Board should not agree to any language that suggests the Board is granting the City a right to challenge that number. Similarly, the Board should not agree to language that allows the City to keep or allow the Plan to not be State accepted.

Mr. Fallik noted that, for consistency, the City's proposed language should be amended to read "this reservation of rights does not include the right to challenge the inclusion of a pre-funding component for 13th checks in the annual required contribution." He also noted that, in response to the Board's concerns, the proposed language could be "However, the City reserves the right, if any, to challenge".

Trustee Shaw noted that the State informed the Board that as long as the 13th check language remained in the Ordinance, the City would be required to prefund the 13th check. She further noted that the State also informed the Board that the City was required to consent to contribute the entire annual required contribution.

Trustee Shaw noted that the Board had been the most cooperative with the City and yet there was an agreement over language that the City had already agreed to with the State. She recommended that the agreement include a reference to the State's September 13th letter. She further noted that this matter has already been very costly to the City.

Trustee Cassidy requested that the 13th check in the agreement be changes to supplemental pension distribution to match the State's communication. He asked Mr. Fallik if the City would accept Mr. Cohen's proposed change. Mr. Fallik requested the opportunity to discuss the new proposed language with the City Attorney.

Trustee Keller noted that the City had been working closely with the State, the City Attorney's Office and the Commissioners on the language in the agreement and last second changes were not appropriate. He thanked the Board for their posture and patience. Mr. Fallik informed the Board that Mr. Gonzales was okay with the language that Mr. Cohen proposed with a period after checks. He advised that Mr. Gonzales wanted to let the Board know that the City Attorney's

Special Pension Board Meeting September 17, 2019 Page 3 of 3

request to remove section 2 from the agreement, was in no way nonnegotiable, but was an initial negotiate point.

Mr. Cohen advised Mr. Fallik of the Board's additional changes to the draft agreement, including the inclusion of a reference to the State's September 13th communication and that references to the 13th Check be replaced by supplemental pension distribution.

MOTION made by Trustee Greene, seconded by Trustee Keller, to accept the changes as stated and go forward with it and present the agreement to the Commission for their approval. In a voice vote of the members present, all members voted in favor. **Motion** passed 7-0.

Mr. Cohen noted that the agreement was an entire package and that no single part of the agreement could be rejected. He noted that the package included the five-year amortization of the outstanding prefunding, which was a concession, made for the other parts of the package. Mr. Cohen noted that the agreement stated that the City would not begin payments until fiscal year 2021.

4. PUBLIC COMMENTS

There were no public comments.

5. TRUSTEE REPORTS, QUESTIONS AND COMMENTS

There were no Trustee comments.

6. ADJOURNMENT

MOTION made by Trustee Greene, seconded by Trustee Keller, to adjourn the meeting. In a voice vote by the members present, **Motion** passed 7-0. Meeting adjourned at 9:55a.m.

Phyllis Sha	w, Chair	
Date		

AGENDA ITEM 3.E. CONSENT AGENDA

RATIFICATION OF DISTRIBUTIONS (CONTRIBUTIONS AND DROP) AND PLAN EXPENSES

EMPLOYEES' RETIREMENT FUND Refunds and DROP Distributions September 24, 2019 Regular Pension Board Meeting

Name		Refund	_
Refunds of Contributions			
Bryant, William		\$ 28,008.98	3
Johnson, Henry		\$ 13,316.32	2
Kerr, Charles		\$ 62,411.94	4
Wirtz, George		\$ 13,178.24	4
	\$	116,915.48	3
			_
Planned Retirement			
None			
	\$	0.0	0
			=
Partial Lump Sum Distribution			
None		•	
	\$	0.00	<u>) </u>
DROP Distributions			
None			
	\$	0.00	0
			==
70.71	•	440.04	_
TOTAL:	Ф	116,915.4	ಶ

CITY OF HOLLYWOOD EMPLOYEES RETIREMENT FUND Disbursements Processed August 1, 2019 to August 31, 2019

City Of Hollywood (June 2019)	\$ (22,101.62)
Rice Pugatch Robinson Storfer (May & June 2019)	\$ (11,280.50)
Rice Pugatch Robinson Storfer (July 2019)	\$ (8,809.00)
Segal Marco Advisors (July 2019)	\$ (4,166.67)
Segal Marco Advisors (July 2019)	\$ (10,833.33)
Wellington Trust Company (April - June 2019)	\$ (79,580.71)
Wells Fargo Credit Card (IFE air fare & Supplies)	\$ (771.41)
Wells Fargo -Custodian (April - June 2019)	\$ (8,084.49)
	\$ (145,627.73)

AGENDA ITEM 3.F. CONSENT AGENDA

APPROVAL/RATIFICATION OF NEW RETIREMENT /DROP/VESTED/DEATH ANNUITIES

EMPLOYEES' RETIREMENT FUND New Retirement/DROP/Death/Vested Annuities - Monthly Amounts September 24,2019 Regular Pension Board Meeting

New Retirements	Pension
Cescon, Daniel - DROP 08/01/2014	\$ 5,012.38
McGillivray, Veronique - DROP 10/01/2014	\$ 5,329.21
Pinnock-Lee, Faith - DROP 01/01/2019	\$ 3,866.29
Benefits Stopped	
Delients Stopped	
Ormston, Robert - Died 7/12/2019	\$ (3,683.22)
Solano, Francine - Died 07/9/2019	\$ (1,532.82)
Turpin, John III - Died 07/23/2019	\$ (1,871.47)
Williams, George - Died 07/07/2019	\$ (1,476.91)
Benefits Reinstated - Life Certificates Received	
Chess, Anabel	\$ 3,033.85
Goulding, Donald	\$ 1,554.47
Subtil, Jean	\$ 2,909.11
Benefits Stopped - Missing Life Certificates	
Schwark, Lundy	\$ (866.64)

AGENDA ITEM 4.A.

FINANCIAL

FINANCIAL OPERATIONS AND INVESTMENT SUMMARY

CITY OF HOLLYWOOD

EMPLOYEES' RETIREMENT FUND

FINANCIAL OPERATIONS AND INVESTMENT SUMMARY

DRAFT

July 31, 2019

Fiscal Year-To-Date

Investment Balances	Market Value	Book Value	Unrealized Gain (Loss)
Balance October 1, 2018	\$ 331,936,596.36	\$ 280,919,857.11	\$ 51,016,739.25
Contributions and Payments:			
City Contributions		\$ 22,605,376.19	
Employees Contributions		\$ 2,716,566.74	
Pension Disbursement		\$ (27,463,483.68)	(2)
Administrative Expenses Net Contributions/Payments		\$ (758,729.25) \$ (2,900,270.00)	
Investment Income:	i i	4	
Dividends & Interest Received Gain on Sales (Realized Gains/(Loss))		\$ 4,582,162.36 \$ 6,014,985.03	
Commission Recapture		\$ 536.90	
Quarterly Investment Fees		\$ (592,972.77)	(1)
Net Investment Income		\$ 10,004,711.52	
Balance July 31, 2019	\$ 338,419,833.77	\$ 288,024,298.63	\$ 50,395,535.14
Increase (Decrease) for the Period	\$ 6,483,237.41	\$ 7,104,441.52	\$ (621,204.11)
· ·			1,468,483.24
<u>Unrealized Gain (Loss) Account</u> Composition of Increases (Decreases)			
AG Direct Lending			\$ (127,706.03)
Angelo-Gordon Realty			\$ -
Baird Core Plus Bond Fund			\$ 2,147,502.19
Brandes Investment Partners			\$ (1,328,898.72)
Frontier Capital Management Golden Tree			\$ - \$ 618,951.42
Gold Point			\$ (31,025.75)
Harbourvest Dover IX49			\$ 149,630.98
IFM Global			\$ 496,062.10
Morgan Stanley			\$ 476,735.70 \$ 1,184,512.88
NB Crossroads			
Neuberger & Berman			\$ -
Neuberger Short Duration Northern Trust-Extended	•		\$ 1,583,299.16 \$ 166,401.47
Northern Trust			\$ (3,418,900.19)
Principal Investors			\$ 148,666.15
Thompson, Siegel & Walmsley			\$ (479,905.94)
Wellington International			\$ (738,046.29)
			\$ 847,279.13
Investment Return Net Investment Income			\$ 10,004,711,65
Increases (Decrease) in Unrealized Gain/Loss			\$ 10,004,711.52 \$ (621,204.11)
Total Investment Return for the Period			\$ 9,383,507.41
Beginning Market Value			\$ 331,936,596.36
Plus/(Less): Net Contributions/Payment			\$ (2,900,270.00)
Assets Available for Investment			\$ 329,036,326.36
Investment Return as a result of % of Assets Available			2.85%
**Last reported balance is as of May-19	*Last reported balance	re is as of Jun-19	

City of Hollywood Employees Retirement Fund For Year Ending 9/30/2019 Expenditures as of 07/31/2019-REVISED

	YTD Actual	FYE 2018 Paid 2019	YTD Payments	
Professional Fees:				
Brandes Investment Partners	96,373	34,624	130,997	
Northern Trust-Large Cap	22,394	5,969	28,362	
Thompson Siegel (TSW)	82,065	30,422	112,488	
Wellington	144,711	152,407	297,118	
Custodial Fees	16,045	7,963	24,008	
Manager Fees (not invoiced)		<u>-</u>	-	(2)
Total Quarterly Fees	361,588	231,385	592,973	(2)
Consultants	97,500	21,667	119,167	
Accounting	37,500	8,333	45,833	
Auditors/ Accounting Fees	-	-		
GRS-Actuarial	45,826	11,742	57,568	
GRS- Other Fees	8,151	-	8,151	
Medical Svcs (Disability Verification)	-	-	=	
Rice - Board Attorney	50,468	32,727	83,195	
Total Professional Fees	239,445	74,469	313,914	
Administrative Expenses:				
Total Salaries	145,130	15,546	160,676	
Salaries-Temp	-	7,500	7,500	
Taxes & Benefits	34,417	2,542	36,960	
Insurance	158,488	704	159,192	
Total Administrative Expenses	338,035	26,293	364,328	
Other Expenses:				
Training/Travel:				
Dues	29,413	11	29,424	
Training-Travel, Meals & Lodging	29,290	4,249	33,539	
Staff/Trustee Training &Travel	58,702	4,260	62,963	
Participant/Member Education	-			
Website support/maintenance	-	-	_	
Equip Rent	1,388	834	2,222	
Printing Cost	1,320	1,468	2,788	
Supplies	2,494	2,070	4,564	
Furniture/Equipment	7,216		7,216	
Postage	735	-	735	
Total Administrative Expenses	649,336	109,394	758,729	(1)
Total Expenditures FYE 2019	1,010,923	340,779	1,351,702	
·				

Reference the Financial Operation and Investment Summary July 2019

City of Hollywood Employees Retirement Fund For Year Ending 9/30/2019 Expenditures as of 07/31/2019

	·	FYE 2018	YTD	
	YTD Actual	Paid 2019	Expenditures	
Professional Fees:				
Brandes Investment Partners	96,373	34,624	130,997	
Northern Trust-Large Cap	22,394	5,969	28,363	
Thompson Siegel (TSW)	82,065	30,422	112,487	
Wellington	144,711	152,407	297,118	
Custodial Fees	16,045	7,963	24,008	
Manager Fees (not invoiced)	<u>.</u>	· · · · · · ·	,	
Total Quarterly Fees	361,588	231,385	592,973	(2)
Consultants	97,500	21,667	- 119,167	
Accounting	37,500	8,333	45,833	
GRS-Actuarial	45,826	11,742	57,568	
GRS- Other Fees	8,151	11,/42	8,151	
Rice - Board Attorney	50,468	32,727	83,195	
Total Professional Fees	239,445	74,469	313,914	
Administrative Evaces			•	
Administrative Expenses: Total Salaries	151 060	16 546	100 000	
Salaries-Temp	151,263	15, 546 7,500	166,809	
Taxes & Benefits	- 28,284	2,542	7,500	
Insurance	158,488	704	30,827 159,192	
Total Administrative Expenses	338,035	26,293	364,328	
Other Expenses:	. 330,033		304,320	
Training/Travel:				
Dues	29,413	11	29,424	
Training-Travel, Meals & Lodging	29,290			
Staff/Trustee Training &Travel	58,703		33,539	
Stany Hustee Hanning Willaver	36,703	4,260	62,963	
Participant/Member Education		-	· nu	
Website support/maintenance	-	-		
Equip Rent	1,388	834	2,222	
Printing Cost	1,320	-	1,320	
Supplies	2,494	1,468	3,962	
Furniture/Equipment	7,216	1, 9 70	9,185	
Misc		100		
Postage	735		735	
Total Administrative Expenses:	649,335	109,394	758,729	(1)
Total Expenditures FYE 2019	1,010,923	340,779	1,351,702	-
•		· · · · · · · · · · · · · · · · · · ·	The state of the s	=

CITY OF HOLLYWOOD

EMPLOYEES' RETIREMENT FUND

FINANCIAL OPERATIONS AND INVESTMENT SUMMARY

DRAFT

August 31, 2019 Fiscal Year-To-Date

Capaba C	nvestment Balances	Market Value	Book Value	Unrealized Gain (Loss)
City Contributions	salance October 1, 2018	\$ 331,936,596.36	\$ 280,919,857.11	\$ 51,016,739.25
City Contributions	, Contributions and Payments:			
Employees Contributions \$ 3,225,343.20 Rension Disbursement \$ 3,0126,354.62 Rension Disbursement \$ 3,0126,354.62 Rension Disbursement \$ 5,008,255.00 Rel (30,126,354.62) Rel (30,126,354.6			\$ 22,605,376.19	
Pension Disbursement	•			
Administrative Expenses Net Contributions/Payments Net Contributions/Payments Net Contributions/Payments Investment Income Dividends & Interest Received Gain on Sales (Realized Gains/(Loss)) Gommission Recepture Quarterly Investment Fees Net Investment Income Balance August 31, 2019 \$ 337,875,820.02 \$ 285,928,282.76 \$ 51,947,537.26 Increase (Decrease) for the Period \$ 5,939,223.66 \$ 5,008,425.65 \$ 930,798.01 (2,352,990.43) Unrealized Gain (Loss) Account Composition of Increases (Decrease) AG Direct Lending Angelo-Gordon Realty Baird Core Plus Bond Fund Brinds Investment Partners Fronter Capital Management Golden Tree Golden Point Harbourvest Dover IX49 If M Global Morgan Stanley Northern Trust-Extended Northern Trust Northern Trust-Extended Northern Trust Principal Investors Thompson, Siegel & Walmsley Wellington International Englance Size (1,930,005.22) Beginning Market Value Plus/(Less): Net Contributions/Payment Si 310,328,296.95.30 S 310,396,596.35 Beginning Market Value Plus/(Less): Net Contributions/Payment S 326,824,263.30				
Net Contributions/Payments \$ (5,112,327.01)				(2)
Dividends & Interest Received Gain on Sales (Realized Gains/(Loss)) Commission Recapture Quarterly Investment Fees Net Investment Income S 337,875,820.02 S 285,928,282.76 Net Investment Income S 337,875,820.02 S 285,928,282.76 S 51,947,537.26 S 100,275.00				
Dividends & Interest Received \$ 4,682,855.90 Gain on Sales (Realized Gains/(Loss)) \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,117,978.83 \$ 6,808,037.97 \$ 10,120,752.66 \$ 10	nvestment Income:			
Commission Recapture Quarterly Investment Fees Net Investment Fees Net Investment Income Balance August 31, 2019 \$ 337,875,820.02 \$ 285,928,282.76 \$ 51,947,537.26 Increase (Decrease) for the Perlod \$ 5,939,223.66 \$ 5,008,425.65 \$ 930,798.01			\$ 4,682,855.90	
Commission Recapture Quarterly Investment Fees Net Investment Income Balance August 31, 2019 \$ 337,875,820.02 \$ 285,928,282.76 \$ 51,947,537.26 Increase (Decrease) for the Period \$ 5,939,223.66 \$ 5,008,425.65 \$ 930,798.01 (2,352,990.43 Unrealized Gain (Loss) Account Composition of Increases (Decreases) AG Direct Lending Angelo-Gordon Realty Baird Core Pita Bond Fund Brandes Investment Partners Frontier Capital Management Golden Tree Gold Point Frontier Capital Management Golden Tree Solyou, Addition Golden Tree Solyou, Addition Morgan Stanley Northern Trust-Extended Northern Trust-Extende	the state of the s			
Quarterly Investment Fees \$ (680,637,97) Color	•			
Net investment income \$ 10,120,752.66			5 (680,637,97)	(I)
Increase (Decrease) for the Period \$ 5,939,223.66 \$ 5,008.425.65 \$ 930,798.01 (2,352,990.43) Unrealized Gain (Loss) Account	•			
Increase (Decrease) for the Period \$ 5,939,223.66 \$ 5,008,425.65 \$ 930,798.01 (2,352,990.43) Unrealized Gain (Loss) Account (2,352,990.43) Angelo-Gordon Realty (2,352,990.43) Angelo-Gordon Realty (2,352,990.43) Barid Core Pius Bond Fund (2,352,990.43) Brandes Investment Partners (3,248,998.72) Frontier Capital Management (2,352,990.43) Golden Tree (3,269,990.43) Golden Tree (3,269,990.43) FM Global (3,269,990.43) Morgan Stanley (3,269,990.43) Neuberger & Berman (3,269,990.43) Neuberger & Berman (3,269,990.43) Northern Trust-Extended (3,418,900.13) Principal Investment Return (3,418,900.13) Principal Investors (3,				
C2,352,990.43 Composition of Increases (Decreases)	3alance August 31, 2019	\$ 337,875,820.02	\$ 285,928,282.76	\$ 51,947,537.26
AG Direct Lending	ncrease (Decrease) for the Period	\$ 5,939,223.66	\$ 5,008,425.65	\$ 930,798.01
AG Direct Lending \$ 172,284.97 Angelo-Gordon Realty \$ (105,275.00) Baird Core Pius Bond Fund \$ 2,147,502.19 Brandes Investment Partners \$ (1,328,898,72) Frontier Capital Management \$ (50den Tree \$ 592,902.47) Golden Tree \$ 592,902.47 Gold Point \$ 193,503.25 Harbourvest Dover (X49) \$ 149,630.98 IFM Global \$ 496,062.12 Morgan Stanley \$ 476,735.77 NB Crossroads \$ 1,184,512.86 Neuberger & Berman \$ 1,105,151.76 Northern Trust-Extended \$ (639,245.55 Northern Trust Extended \$ (639,245.55 Northern Trust \$ (3,418,900.19 Principal Investors \$ 148,666.19 Thompson, Siegel & Walmsley \$ (1,930,805.27 Wellington International \$ (1,930,805.27 Investment Return Net Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss Total Investment Return for the Period \$ 331,936,596.31 Plus/(Less): Net Contributions/Payment \$ 5,112,327.0 Assets Available for Investment				(=,===,==
Angelo-Gordon Realty \$ (105,275.00) Baird Core Plus Bond Fund \$ 2,147,502.19 Brandes Investment Partners \$ (1,328,898.72) Frontier Capital Management \$ (1,328,898.72) Frontier Capital Management \$ (3,902,902.47) Golden Tree \$ (392,902.47) Find Global \$ (392,902.47) Find Crossroads \$ (1,184,512.86) Neuberger & Berman \$ (392,902.47) NB Crossroads \$ (1,184,512.86) Neuberger & Berman \$ (392,902.47) Northern Trust-Extended \$ (392,945.57) Northern Trust-Extended \$ (392,945.57) Northern Trust \$ (3,418,900.12) Finding Investors \$ (3,418,900.12) Finding Investors \$ (1,366,020.13) Weilington International \$ (1,930,805.22) Investment Return Net Investment Income \$ (10,120,752.66) Increases (Decrease) In Unrealized Gain/Loss \$ 930,798.02 Total Investment Return for the Period \$ 11,051,550.67 Beginning Market Value \$ 331,936,596.33 Plus/(Less): Net Contributions/Payment \$ (5,112,327.04) Assets Available for Investment				
Angelo-Gordon Realty \$ (105,275.00 Baird Core Pius Bond Fund \$ 2,447,802.19 Baird Core Pius Bond Fund \$ 2,447,802.19 Brandes Investment Partners \$ [1,328,898.72 Frontier Capital Management \$ 5 - 5 692,902.47 Golden Tree \$ 592,902.47 Golden Tree \$ 592,902.47 Gold Point \$ 193,503.25 Harbourvest Dover IX49 \$ 149,630.98 IFM Global \$ 496,062.10 Morgan Stanley \$ 476,735.70 NB Crossroads \$ 1,184,512.88 Neuberger & Berman \$ 1,705,151.77 NB Crossroads \$ 1,184,512.88 Neuberger & Berman \$ 1,705,151.77 Northern Trust-Extended \$ (639,245.55 Northern Trust-Extended \$ (639,245.55 Northern Trust-Extended \$ (3,418,900.15 Principal Investors \$ 148,666.15 Thompson, Slegel & Walmsley \$ (1,366,020.15 Northern Trust-Extended \$ (1,930,805.22 Neilington International \$ (1,930,805.22 Neili	AG Direct Lending			\$ 172,284.97
Baird Core Plus Bond Fund \$ 2,147,502,139 Brandes Investment Partners \$ (1,328,898,72) Frontier Capital Management \$ (50,02,47) Golden Tree \$ 692,502,47 Gold Point \$ 193,503,25 Harbourvest Dover IX49 \$ 149,630,98 IFM Global \$ 496,062,10 Morgan Stanley \$ 476,735,70 NB Crossroads \$ 1,184,512,38 Neuberger & Berman \$ 1,705,151,76 Northern Trust-Extended \$ (639,245,55) Northern Trust \$ (34,18,900,13) Principal Investors \$ 14,8,666,12 Thompson, Siegel & Walmsley \$ (1,366,020,13) Wellington International \$ (1,328,005,22) Investment Return \$ (1,422,192,42) Investment Return for the Period \$ 10,120,752,66 Beginning Market Value \$ 331,936,596,33 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0) Assets Available for Investment \$ 326,824,269,33	elected them to promine the property of the pr	and the state of the field and the state of the state of the field and the state of	Contract Con	\$ (105,275.00)
Frontier Capital Management \$ \$ \$ \$ \$ \$ \$ \$ \$	Baird Core Plus Bond Fund	第161章 第177章 第28 5章 第286章		\$ 2,147,502.19
Frontier Capital Management \$ Golden Tree \$ 692-902-47 Gold Point \$ 193,503.25 Harbourvest Dover IX49 \$ 193,503.25 Harbourvest Dover IX49 \$ 149,630.92 IFM Global \$ 496,008.21 Morgan Stanley \$ 476,735.77 NB Crossroads \$ 1,184,512.85 Neuberger & Berman \$ 1,705,151.76 Northern Trust-Extended \$ 1,705,151.76 Northern Trust-Extended \$ 633,245.55 Northern Trust \$ (3,418,900.12 Principal Investors \$ 1,48,666.15 Thompson, Siegel & Walmsley \$ 1,366,020.13 Neuberger & International \$ 1,930,805.27 S 1,422,192.47 Investment Return \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.01 S 11,051,550.65 Northern Trust \$ 331,936,596.31 Northern Trust \$ 331,936,5	Brandes Investment Partners			\$ (1,328,898.72
Golden Tree	#200 per extension and provide the formation of the provider o	200 - 20 an April 1900 - 1900	24. 2 34., 24. 24. 24. 24. 24. 24. 24. 24. 24. 24.	\$ -
Harbourvest Dover IX49	Golden Tree			\$ 692,902.47
IFM Global \$ 496,062.10 Morgan Stanley \$ 476,735.70 NB Crossroads \$ 1,184,512.86 Neuberger & Berman \$ 1,705,151.76 Northern Trust-Extended \$ (639,245.55 Northern Trust \$ (3,418,900.13 Principal investors \$ 148,666.11 Thompson, Siegel & Walmsley \$ (1,366,020.13 Weilington International \$ (1,930,805.22 Investment Return Net Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.07 Total Investment Return for the Period \$ 11,051,550.66 Beginning Market Value \$ 331,936,596.31 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 Assets Available for Investment \$ 326,824,269.31 Assets Available	Gold Point			\$ 193,503.25
Morgan Stanley \$ 476,735.70 NB Crossroads \$ 1,184,512.86 Neuberger & Berman \$ 1,705,153.77 Northern Trust-Extended \$ (639,245.55 Northern Trust \$ (3,418,900.15 Principal Investors \$ 148,666.15 Thompson, Siegel & Walmsley \$ (1,366,020.15 Wellington International \$ (1,930,805.22) Investment Return \$ (1,422,192.42) Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.01 Total Investment Return for the Period \$ 11,051,550.61 Beginning Market Value \$ 331,936,596.31 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0) Assets Available for Investment \$ 326,824,269.31	Harbourvest Dover IX49			\$ 149,630.98
NB Crossroads \$ 1,184,512.88 Neuberger & Berman \$ Neuberger Short Duration \$ 1,705,151.77 Northern Trust-Extended \$ (639,245.55 Northern Trust \$ (3,418,900.13 Principal Investors \$ 148,666.1 Thompson, Siegel & Walmsley \$ (1,366,020.13 Wellington International \$ (1,930,805.22 Wellington International \$ (1,422,192.42 Investment Return \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.01 Total Investment Return for the Period \$ 11,051,550.61 Beginning Market Value \$ 331,936,596.31 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0) Assets Available for Investment \$ 326,824,269.31	IFM Global			\$ 496,062.10
NB Crossroads	CANADA SERVICIO SEGUE ALTRE OF CASE AND	CONTRACTOR	AND DESCRIPTIONS OF STREET	\$ 476,735.70
Neuberger & Berman \$ 1,705,151,775 Northern Trust-Extended \$ (639,245,555 Northern Trust \$ (639,245,555 Northern Trust \$ (3,418,900,135 Principal Investors \$ 148,666,155 Thompson, Siegel & Walmsley \$ (1,366,020,135 Wellington International \$ (1,930,805,225 \$ (1,422,192,425 Northern Trust \$ (1,422,192,425 Northern Trust \$ (1,422,192,425 Northern Trust \$ (1,930,805,225 \$ (1,422,192,425				\$ 1,184,512.88
Neuberger Short Duration \$ 1,705,151,727 Northern Trust-Extended \$ (639,245,555) Northern Trust \$ (3,418,900,155) Principal Investors \$ 148,666,155 Thompson, Siegel & Walmsley \$ (1,366,020,155) Wellington International \$ (1,930,805,225) Wellington International \$ (1,930,805,225) \$ (1,422,192,425) Investment Return \$ 10,120,752,665 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798,015 Total Investment Return for the Period \$ 11,051,550,655 Beginning Market Value \$ 331,936,596,335 Plus/(Less): Net Contributions/Payment \$ (5,112,327,053) Assets Available for Investment \$ 326,824,269,335 See See See See See See See See See Se		one en la companyación de la compa	Charles to the second term has been a recommended as	\$ -
Northern Trust-Extended \$ (639,245.55] Northern Trust \$ (3,418,300.15] Principal Investors \$ (148,666.15] Thompson, Siegel & Walmsley \$ (1,366,020.15] Wellington International \$ (1,930,805.22] \$ (1,422,192.42] Investment Return Net Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.01 Total Investment Return for the Period \$ 11,051,550.65 Eginning Market Value \$ 331,936,596.31 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0) Assets Available for Investment \$ 326,824,269.31 Assets Available for Investment \$ 326,824,269.31				\$ 1,705,151.74
Northern Trust \$ (3,418,900.15 Principal Investors \$ 148,666.15 Thompson, Slegel & Walmsley \$ (1,366,020.15 Weilington International \$ (1,930,805.22 \$ (1,422,192.42 \$ (1,42	t and the state of	is Businesse i court nie ones auch er eine erbeit und er eine ist in der eine. Bilder Businesse i court nie ones auch er eine der eine der eine er eine in der eine eine eine eine eine eine	Control of the second of the control of the second of the	\$ (639,245.59
Principal Investors \$ 148,666.15 Thompson, Slegel & Walmsley \$ (1,366,020.13 Weilington International \$ (1,930,805.22 \$ (1,422,192.42 Investment Return Net Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.01 Total Investment Return for the Period \$ 11,051,550.61 Beginning Market Value \$ 331,936,596.31 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 Assets Available for Investment \$ 326,824,269.31	nario de esperi estre e puedo de ora tratta especia de debete de comercia. La comercia de	WARRED PRESIDENCE AND THE PAR	STAR SYSULATE	
Thompson, Siegel & Walmsley \$ (1,366,020.13 Weilington International \$ (1,930,805.22 \$ (1,422,192.42 \$ (1,42		andere de la vale de la		\$ 148,666.15
Weilington International \$ (1,930,805.27 \$ (1,422,192.47 \$		Deemestikus attus ili tai koki ai danti tutti tuki. Bike osi iskis isi tutt	en en en en en general annaen per en	
Investment Return Strate				
Net Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.0 Total Investment Return for the Period \$ 11,051,550.6 Beginning Market Value \$ 331,936,596.3 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 Assets Available for Investment \$ 326,824,269.3	Weight Hermanolan			\$ (1,422,192.42
Net Investment Income \$ 10,120,752.66 Increases (Decrease) In Unrealized Gain/Loss \$ 930,798.0 Total Investment Return for the Period \$ 11,051,550.6 Beginning Market Value \$ 331,936,596.3 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 Assets Available for Investment \$ 326,824,269.3				
Net Investment Income \$ 10,120,752.66 Increases (Decrease) in Unrealized Gain/Loss \$ 930,798.0 Total Investment Return for the Period \$ 11,051,550.6 Beginning Market Value \$ 331,936,596.3 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 Assets Available for Investment \$ 326,824,269.3	Investment Return	•		
Increases (Decrease) in Unrealized Gain/Loss Total Investment Return for the Period Beginning Market Value Beginning Market Value Plus/(Less): Net Contributions/Payment Assets Available for Investment \$ 326,824,269.3				\$ 10,120,752.66
Total Investment Return for the Period \$ 11,051,550.6 Beginning Market Value \$ 331,936,596.3 Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 Assets Available for Investment \$ 326,824,269.3	Increases (Decrease) in Unrealized Gain/Loss			\$ 930,798.01
Plus/(Less): Net Contributions/Payment \$ (5,112,327.0 \$ 326,824,269.3		d		\$ 11,051,550.67
Assets Available for Investment \$ 326,824,269.3	Beginning Market Value		•	
	Plus/(Less): Net Contributions/Payment			\$ (5,112,327.01
Investment Return as a result of % of Assets Available for investments 3.38	Assets Available for Investment			\$ 326,824,269.35
	Investment Return as a result of % of Assets A	vailable for investments		3.38

City of Hollywood Employees Retirement Fund For Year Ending 9/30/2019 Cash Payments as of 08/31/2019

	FYF 2018	YTD	
YTD Actual	Paid 2019	Payments	
96 373	3/1.62/1	130 007	
· ·			
- 1,200	-,503	-	
449,253	231,385	680,638	(2)
		_	
108 333	21 667	130 000	
•		•	
	-	-	
45 9 26	11 7/12	E7 E60	
	11,742		
6,151	-		
70 558	- דרד כב		
		··	•
,	. 1, 100	2.3,001	
164,131	15,546	179,677	
-	7,500	7,500	
38,145	2,542	40,687	
158,488	704	1 59,192	
360,764 i	26,293	387,056	
20.424	11	20.425	
•			
			-
36,722	4,260	62,982	
-	-	-	
NA.	-	-	
1,388	834	2,222	
1,320	1,468	2,788	
2,619	2,070	4,689	
7,216		7,216	
735_	-	735	
13,278	4,372	17,650	
707,298	109,394	816,692	(1
	-	-	
1,156,551	340,779	1,497,330	-
	96,373 22,394 82,065 224,292 24,130	96,373 34,624 22,394 5,969 82,065 30,422 224,292 152,407 24,130 7,963	YTD Actual Paid 2019 Payments 96,373 34,624 130,997 22,394 5,969 28,362 82,065 30,422 112,488 224,292 152,407 376,699 24,130 7,963 32,092 - - - 449,253 231,385 680,638 108,333 21,667 130,000 41,667 8,333 50,000 - - - 45,826 11,742 57,568 8,151 - 8,151 - - - 70,558 32,727 103,285 274,535 74,469 349,004 164,131 15,546 179,677 - 7,500 7,500 38,145 2,542 40,687 158,488 704 159,192 360,764 26,293 387,056 - - - - - - <t< td=""></t<>

Reference the Financial Operation and Investment Summary July 2019

(1) (2)

AGENDA ITEM 4.B. FINANCIAL BUDGET VARIANCE REPORT

City of Hollywood Employees Retirement Fund Budget v. Actual For Year Ending 9/30/2019 Expenditures as of 07/31/2019

•	Approved		YTD	Remaining	% Remaining
	Budget	Jul-19	Actual	Available	Available ·
	(A)		(B)	(A-B)	(A-B)/(A)
Professional Fees:					,
Brandes Investment Partners	152,000	32,783	96,373	55,627	37%
Northern Trust-Large Cap	26,000	7,337	22,394	3,606	. 14%
Thompson Siegel (TSW)	138,000	28,757	82,065	55,935	41%
Wellington	364,000		1.44,711	219,289	60%
Custodial Fees	33,000	_	16,045	16,955	51%
Manager Fees (not involced)	1,305,000	-		1,305,000	100%
, , , , , , , , , , , , , , , , , , ,	2,018,000	68,877	361,588	1,656,412	82%
Consultants	130,000	10,833	97,500	32,500	. 25%
	25,000	4,167	37,500 37,500	(12,500)	-50%
Accounting	10,000	4,107	57,500	10,000	100%
Auditors/ Accounting Fees	•		<u>-</u>		
GRS-Actuarial	18,500	13,436	45,826	(27,326)	-148%
GRS- Other Fees	20,500	-	8,151	12,349	60%
Medical Svcs (Disability Verification)	4,800	~	-	4,800	100%
Rice - Board Attorney	90,000	9,331	50,468	39,532	44%
Total Professional Fees	2,316,800	106,644	601,033	1,715,767	74%
Administrative Expenses:					•
Total Salaries	203,000	-	145,130	5 7, 870	29%
Salaries-Temp	4,800	,,	-	4,800	100%
Taxes & Benefits	41,200		34,417	6,783	16%
Insurance	159,000	-	158,488	512	0%
Total Administrative Expenses	408,000		338,035	69,965	17%
Other Expenses:					
	•				
Training/Travel:					•
Dues	33,000	30	29,413	3,587	11%
Training-Travel, Meals & Lodging	41,000	*	29,290	11,710	29%
Staff/Trustee Training &Travel	74,000	30	58,702	15,298	21%
Participant/Member Education	5,000	-	=	5,000	100%
Website support/maintenance	5,000	-	<u></u>	5,000	100%
Equip Rent	2,520	~	1,388	1,132	45%
Printing Cost	7,000	1,320	1,320	5,680	81%
Supplies	10,000	209	2,494	7,506	75%
Furniture/Equipment	10,000	•	7,216	2,784	28%
.Postage	8,000		735	7,265	91%
Total Other Expenses:	122,000	1,559	71,855	50,145	41%
Pension Software & Maintenance	115,000	•	•	115,000	100%
Contingency Reserves	100,000	#	-	100,000	100%
Total Costs FYE 2019	3,062,000	108,203	1,010,923	2,051,077	
FYE 2018 Expenses Paid 2019	~	· -	340,779		
•	3,062,000	108,203	1,351,702		

City of Hollywood Employees Retirement Fund Budget v. Actual For Year Ending 9/30/2019 Expenses as of 08/31/2019

	Approved		YTD	Remaining	% Remaining
	Budget	Aug-19	Actual	Available	Available
	(A)	7108 23	(B)	(A-B)	(A-B)/(A)
T.	` '		• •		V - 11 V 4
Investment Fees:					
Brandes Investment Partners	152,000	-	96,373	55,627	37%
Northern Trust-Large Cap	26,000	_	22,394	3,606	14%
Thompson Siegel (TSW)	138,000	-	82,065	55,935	41%
Wellington	364,000	79,581	224,292	139,708	38%
Custodial Fees	33,000	8,084	24,130	8,870	27%
Manager Fees (not invoiced)	1,305,000	_	-	1,305,000	100%
Quarterly Investment Fees	2,018,000	87,665	449,253	1,568,747	78%
Administrative Expenses:	·				
Consultants	130,000	10,833	1.08,333	21,667	17%
Accounting	25,000	4,167	41,667	(16,667)	-67%
Auditors/ Accounting Fees	10,000	4,107	41,007	10,000	100%
· -		_			
GRS-Actuarial	18,500	-	45,826	(27,326)	-148%
GRS- Other Fees	20,500	-	8,151	12,349	60%
Medical Svcs (Disability Verification)	4,800		-	4,800	100%
Rice - Board Attorney	90,000	20,090	70,558	19,443	22%
Total Professional Fees	298,800	35,090	274,535	24,265	8%
Total Salaries	203,000	19,002	164,131	38,869	19%
Salaries-Temp	4,800	13,002		4,800	100%
Taxes & Benefits	41,200	3,727	38,145	3,056	7%
Insurance	159,000	3,727	158,488	512	0%
Payroll & Insurance	408,000	22,729	360,764	47,236	12%
r dyron & monthle	408,000	22,723	300,704	47,230	1276
Dues	33,000	11	29,424	3,576	11%
Training-Travel, Meals & Lodging	41,000	8	29,298	11,702	29%
Staff/Trustee Training &Travel	74,000	19	58,722	15,278	21%
Participant/Member Education	5,000	_	_	5,000	100%
Website support/maintenance	5,000	_	_	5,000	100%
Equip Rent	2,520	_	1,388	1,132	45%
Printing Cost	7,000	_	1,320	5,680	81%
Supplies	10,000	125	2,619	7,381	74%
Furniture/Equipment	10,000		7,216	2,784	28%
Postage	8,000	_	735	7,265	91%
Other Expenses:	48,000	125	13,278	34,722	72%
Administrative Expenses	829,000	57,963	707,298	121,502	15%
Pension Software & Maintenance	115,000	_	_	115,000	100%
Contingency Reserves	100,000	•	_	1.00,000	100%
Total Costs FYE 2019 FYE 2018 Expenses Paid 2019	3,062,000	145,628	1,156,551	1,905,449	62%
LIE ZOTO EVACUSES LUIG ZOTA	3,062,000	145 620	340,779		
	5,002,000	145,628	1,497,330		

AGENDA ITEM 4.C. FINANCIAL

FISCAL YEAR 2020 PROPOSED BUDGET

City of Hollywood Employees Retirement Fund Preliminary Budget For Year Ending 9/30/2020

	Approved Budget	FYE 2019 Projection	Variance to Budget	Proposed FYE 2020 Budget
Investment Fees:		90		
Brandes Investment Partners	152,000	127,179	24,821	152,000
Northern Trust-Large Cap	26,000	30,113	(4,113)	32,500
Thompson Siegel (TSW)	138,000	106,617	31,383	138,000
Wellington	364,000	289,422	74,578	364,000
Custodial Fees	33,000	32,090	910	35,000
Fees not invoiced:	33,000	32,030	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	20 mag. • 20 cc 20 cc
Neuberger Short Duration	153,775	159,815	(6,040)	172,000
Baird Core Plus Bond	103,397	107,458	(4,061)	116,000
GoldenTree Multi-Sector Fund	106,940	111,140	(4,200)	119,500
AG Direct Lending Fund II, LP	154,376	160,439	(6,063)	172,500
Morgan Stanley	209,091	217,303	(8,212)	234,000
Principal	138,472	143,910	(5,439)	155,000
Neuberger Berman Crossroads XXI	56,654	58,880	(2,225)	63,500
HarbourVest Dover Fund IX	95,711	99,471	(3,759)	107,000
GoldPoint Co-Investment VI	96,221	100,000	(3,779)	107,500
IFM Global Infrasturcture	190,362	197,839	(7,477)	213,000
Total Invest. Professional Fees	2,018,000	1,941,675	76,325	2,181,500
Adminiastrative Fees:				
Consultants	130,000	130,000	(0)	130,000
Accounting	25,000	50,000	(25,000)	25,000
Audit	10,000	-	10,000	20,000
GRS-Actuarial and other Fees	39,000	72,931	(33,931)	73,500
	4,800	72,331	4,800	41,000
Medical Svcs (Disability Verification) Rice - Board Attorney	90,000	90,000	4,800	90,000
Total Admin. Professional Fees	298,800	342,931	(44,131)	379,500
Personnel Expenses:				
Total Salaries	203,000	219,863	(16,863)	252,000
Salaries-Temp	5,000	2,000	3,000	4,000
Taxes & Benefits	41,000	62,947	(21,947)	73,500
Insurance	159,000	158,488	512	160,000
Total Personnel Expenses	408,000	443,297	(35,297)	489,500
Other Expenses:				
Training/Travel:	22.000	26.276	(2.276)	53,000
Dues	33,000	36,276	(3,276)	42,000
Training-Travel, Meals & Lodging	41,000	32,790	8,210	5,000
Participant/Member Education	5,000	5,000	-	3,000
Website support/maintenance	5,000	- 2 400	5,000	4,000
Equip Rent	2,520	2,499	21	7,000
Printing Cost	7,000	1,300	5,700	7,500
Supplies	10,000	2,770	7,230	2,500
Furniture/Equipment	10,000	7,216	2,784	8,000
Postage Total Other Expenses:	8,000 122,000	735 88,585	7,265 32,935	129,000
Total Estimated Expenditures	2,846,800			3,179,500
Pension Software & Maintenance	115,000	:5:	115,000	
Contingency Reserves	100,000		100,000	370,000
Total Budget	3,062,000	2,816,489	244,831	3,549,500

AGENDA ITEM 5.A. INVESTMENT

AUGUST 2019 FLASH PERFORMANCE REPORT

★ Segal Marco Advisors

City of Hollywood Employees' Retirement Fund

PRELIMINARY PERFORMANCE

August 31, 2019

Keith Reynolds

Vice President & Senior Consultant

City of Hollywood Employees' Retirement Fund Preliminary Market Value Update as of August 31, 2019

					Dogo
	Market value	Percent of Lotal Plan	New Target Allocation	Dillelelice	Manye
Domestic Equity - Large Cap	\$67,997,234	20.4%	20.0%	0.4%	15-30%
Northern Trust S&P 500	\$67,997,234	20.4%			
Domestic Equity - SMID Cap	\$32,302,391	9.7%	10.0%	-0.3%	7-15.5%
TSW	\$13,860,097	4.2%			
Northern Trust Extended Equity Market*	\$18,442,294	2.5%			
International Equity	\$61,398,104	18.4%	20.0%	-1.6%	15-25%
Wellington	\$48,675,804	14.6%			
Brandes	\$12,722,300	3.8%			
Fixed Income	\$98,696,060	29.6%	30.0%	-0.4%	25-37.5%
Neuberger Short Duration	\$38,227,215	11.5%			
Baird Core Plus Bond	\$33,019,372	6.6%			
GoldenTree Mutli-Sector	\$16,209,361	4.9%			
AG Direct Lending Fund II, LP	\$11,240,112	3.4%			
Real Estate	\$35,432,717	10.6%	10.0%	%9.0	7-14%
Morgan Stanley	\$23,513,327	7.1%			
Principal	\$11,254,665	3.4%			
AG Realty Value X	\$664,725	0.2%			
Private Equity	\$27,285,712	8.2%	7.5%	%2.0	0-15%
Neuberger Berman Crossroads XXI	\$17,014,207	5.1%			
HarbourVest Dover Fund IX	\$6,628,748	2.0%	STORE ST		
GoldPoint Co-Investment VI	\$3,642,757	1.1%			
Infrastructure	\$9,375,823	2.8%	2.5%	0.3%	0-5%
IFM Global Infrastructure	\$9,375,823	2.8%			
Investment Cash Account	\$1,005,312	0.3%			
Total Fund	\$333,493,353	100.0%	100.0%		

*Northern Trust Extended Equity Market Fund replaced Frontier Capital, which was liquidated on July 31, 2018

City of Hollywood Employees' Retirement Fund Preliminary Performance Update as of August 31, 2019

	Quarter ended March 31, 2019	Quarter ended June 30, 2019	1 Month ended July 31, 2019	1 Month ended August 31, 2019	Fiscal YTD August 31, 2019	Market Value August 31, 2019	Percent of Total Plan August 31, 2019
Domestic Equity Northern Trust S&P 500 Northern Trust - net S&P 500 Index	13.66% 13.65% 13.64%	4.39% 4.38% 4.31%	1.40% 1.40% 1.44%	-1.59% -1.59% -1.58%	2.29% 2.26% 2.34%	\$67,997,234	20.4%
TSW TSW - net Russell 2500 Value Index	12.50% 12.30% 13.12%	1.82% 1.62% 1.90%	1.63% 1.56% 0.65%	-5.16% -5.23% -4.87%	-9.02% -9.75% -8.54%	\$13,860,097	4.2%
Northern Trust Extended Equity Market Northern Trust Extended Equity Market - net DJ U.S. Completion Total Market Index	15.94% 15.93% 15.99%	3.01% 3.00% 3.02%	1.61% 1.63%	4.19% 4.19% -4.18%	-4.90% -4.93% -4.91%	\$18,442,294	5.5%
International Equity Wellington Wellington-net MSCI ACWI - ex US (net)	13.94% 13.77% 10.32%	4.10% 3.92% 2.98%	-0.92% -0.98% -1.21%	-2.24% -2.30% -3.09%	-2.58% -3.23% -3.71%	\$48,675,804	14.6%
Brandes Brandes - net MSCI EAFE Small Cap (net)	4.23% 4.00% 10.66%	1.02% 0.79% 1.71%	-4.02% -4.10% -0.71%	-3.98% -4.06% -2.47%	-12.73% -13.60% -8.50%	\$12,722,300	3.8%
Fixed Neuberger Short Duration Neuberger Shnot Duration net Neuberger Shnot Duration net Neuberger Shnot Duration net Blended Benchmark* Blmbg, Barc, Intermed, U.S. Government/Credit	2.33% 2.22% 0.84% 2.32%	3.00% 2.90% 0.97% 2.59%	0.44% 0.40% 0.08% -0.03%	-0.30% -0.34% 0.45% 1.77%	5.54% 5.15% 3.19% 8.56%	\$38,227,215	11.5%
Baird Core Plus Bond Baird Core Plus Bond - net Blmbg, Barclays Aggregate Index	3.77% 3.70% 2.94%	3.23%	0.36% 0.33% 0.22%	2.47% 2.44% 2.59%	11.31% 11.03% 10.89%	\$33,019,372	%6.6
AG Direct Lending Fund II, L.P.*	2.32%	2.65%	0.00%	0.00%	8.32%	\$11,240,112	3.4%
GoldenTree Multi-Sector LP GoldenTree Multi-Sector LP - net GT Blended Index 1 GT Blended Index 1 Blmbg, Barclays Aggregate Index	5.53% 5.34% 5.00% 2.94%	2.55% 2.37% 1.96% 3.09%	0.52% 0.46% 0.58% 0.22%	-0.10% -0.16% 0.07% 2.59%	4.86% 4.17% 4.05% 10.89%	\$16,209,361	4.9%
Real Estate Morgan Stanley Morgan Stanley - net NCREIF ODCE (ew) Index	1.48% 1.27% 7.69%	2.03% 1.82% 1.34%	0.00% 0.00% 0.00%	0.07% 0.00% 0.00%	5.91% 5.14% 4.72%	\$23,513,327	7.1%
Principal* Principal - net NCREIF Property Index	1.88% 1.55% 1.80%	0.94% 0.62% 1.51%	0.00%	0.11% 0.00% 0.00%	4.93% 3.74% 4.75%	\$11,254,665	3.4%
AG Realty Value Fund X	N/A	A/N	0.00%	%00.0	N/A	\$664,725	0.2%
Private Equity NB Crossroads XXI*	4.17%	3.70%	0.00%	0.00%	12.60%	\$17,014,207	5.1%
HarborVest Dover Fund IX*	4.14%	%00.0	0.00%	0.00%	6.24%	\$6,628,748	2.0%
GoldPoint Co-Investment VI*	0.17%	7.05%	%00.0	0.00%	6.21%	\$3,642,757	1.1%
Infrastructure IFM Global Infrastructure	2.63%	3.85%	-0.31%	-0.19%	%90.6	\$9,375,823	2.8%
Investment Cash Account						\$1,005,312	0.3%
Total Fund Total Fund - net Policy Index***	7.66% 7.52% 8.47%	3.08% 2.94% 3.10%	0.22% 0.17% 0.84%	-1.06% -1.11% -0.71%	2.49% 1.97% 2.97%	\$333,493,353	100.0%

City of Hollywood Employees' Retirement Fund Preliminary Performance Update as of August 31, 2019

	Quarter ended March 31, 2019	Quarter ended June 30, 2019	1 Month ended July 31, 2019	1 Month ended August 31, 2019	Calendar YTD August 31, 2019
Domestic Equity Northern Trust S&P 500 S&P 500 Index	13.66% 13.64%	4.39% 4.31%	1.40%	-1.59%	18.40% 18.35%
TSW SMID Russell 2500 Value Index	12.50%	1.82%	1.63%	-5.16% -4.87%	10.41%
Northern Trust Extended Equity Market DJ U.S. Completion Total Market Index	15.94% 15.99%	3.01%	1.61%	-4.19%	16.27% 16.37%
International Equity Wellington MSCI ACWI ex-US Index	13.94%	4.10%	-0.92%	-2.24%	14.89% 8.76%
Brandes MSCI EAFE Small Cap (net)	4.23% 10.66%	1.02%	-4.02% -0.71%	-3.98%	-2.96% 8.99%
Fixed Neuberger Short Duration NB Blended Benchmark Blmbg. Barc. Intermed. U.S. Government/Credit	2.33% 0.84% 2.32%	3.00% 0.97% 2.59%	0.44% 0.08% -0.03%	-0.30% 0.45% 1.77%	5.55% 2.36% 6.80%
Baird Core Plus Bond Barclays Aggregate Index	3.77% 2.94%	3.30%	0.36%	2.47%	10.24% 9.11%
GoldenTree Multi-Sector LP GT Blended Index Barclays Aggregate Index	5.53% 5.00% 2.94%	2.55% 1.96% 3.09%	0.52% 0.58% 0.22%	-0.10% 0.07% 2.59%	8.69% 7.76% 9.11%
Real Estate Morgan Stanley NCREIF ODCE (ew) Index	1.48%	2.03%	0.07% 0.00%	0.07% 0.00%	3.69% 3.05%
Principal NCREIF Property Index	1.88%	0.94%	0.11%	0.11%	3.34%
<u>Infrastructure</u> IFM Global Infrastructure	2.63%	3.85%	-0.31%	-0.19%	6.05%

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	Market Value (\$)	%	1 Month	1 Quarter	Oct-2018 To Aug-2019	1 Year	3 Years	5 Years	7 Years.	Since Inception	Inception Date
Private Equity Private Equity Composite	27,285,712	8.18	0.00	3.17	10.20	14.20	14.61	ΝΑ	ΝΆ	13.85	06/23/2016
NB Crossroads Fund XXI	17,014,207	5.10	0.00	3.62	12.60	17.20	13.67	N/A	N/A	12.68	06/23/2016
HarbourVest Dover Fund IX	6,628,748	1.99	0.00	0.00	6.24	11.31	N/A	ΝΆ	N/A	26.89	12/16/2016
GoldPoint Co-Investment VI	3,642,757	1.09	00.00	6.73	6.21	5.85	N/A	N/A	N/A	-0.32	04/23/2018
Private Debt AG Direct Lending Fund II, L.P.	11,240,112	3.37	0.00	2.70	8.32	10.59	N/A	N/A	N/A	9.94	05/31/2017
Private Real Estate AG Realty Value Fund X	664,725	0.20	0.00	-11.37	N/A	N/A	N/A	N/A	N/A	-11.37	06/10/2019

City of Hollywood Employees' Retirement Fund Investment Manager Fee Table Period Ended August 31, 2019

					A		Control of the Contro
Manager	<u>Mandate</u>	Mar	Market Value	Fee Schedule	Estim	Estimated Annual Fee (\$)*	Estimated Annual Fee (%)*
Northern Trust S&P 500	Passive Large Cap Equity	↔	67,997,234	3.5 bps on assets	69	23,799	0.04%
TSW	SMID Cap Value Equity	69	13,860,097	80 bps on assets	€9	110,881	0.80%
Northern Trust Extended Equity Market	SMID Cap Core Equity	↔	18,442,294	3 bps on assets	છ	5,533	0.03%
Wellington	International Equity	69	48,675,804	71 bps on assets	49	345,598	0.71%
Brandes	International Small Cap Equity	€	12,722,300	95 bps on first \$25MM, 90 bps on next \$25MM, 80 bps on balance	s	120,862	0.95%
Neuberger Short Duration	Short Duration Fixed Income	€9	38,227,215	43 bps on assets	S	164,377	0.43%
Baird Core Plus Bond	Core Plus Fixed Income	69	33,019,372	30 bps on assets	€9	99,058	0:30%
GoldenTree Multi-Sector Fund	Multi-Sector Credit	s	16,209,361	75 bps on assets	69	121,570	0.75%
AG Direct Lending Fund II, LP ¹	Direct Lending Fixed Income	S	11,240,112	100 bps on first \$50MM, 85 bps on \$50- 11,240,112 \$100MM, 80 bps on \$100-\$200MM, 60 bps above \$200MM	69	112,401	1.00%
Morgan Stanley	Real Estate	99	23,513,327	84 basis points base fee, plus a monthly accrued performance based fee equal to 5% multiplied by NAV multiplied by comparable property NOI growth for the month	€	197,512	0.84%
Principal ²	Real Estate	€9	11,254,665	130 bps on assets + incentive fee	69	146,311	1.30%
AG Realty Value Fund X ³	Real Estate	69	664,725	100 bps on assets + incentive fee	69	6,647	1.00%
Neuberger Berman Crossroads XXI⁴	Private Equity	€9	17,014,207	25.8 bps on assets	Ø	43,897	0.26%
HarbourVest Dover Fund IX ⁵	Private Equity	€9	6,628,748	70 bps on assets	S	46,401	0.70%
GoldPoint Co-Investment VI ⁶	Private Equity	↔	3,642,757	1% on committed capital during investment peirod, 1% on invested capital thereafter	69	100,000	1.00%
IFM Global Infrasturcture7	Infrastructure	€9	9,375,823	77 bps on assets	es	72,194	0.77%
Investment Management Fees		69	332,488,041		s	1,717,041	0.52%
Segal Marco	Investment Consulting			\$130,000 annual retainer	¢5	130,000	0.04%
Wells Fargo	Custodian	s	332,488,041	2 bps on first \$50MM, 1 bps on next \$75MM, 0.5 bps on balance	s	27,874	0.01%
TOTAL FEES					69	1,874,915	0.56%

Watch List - August 31, 2019

							Performance Criteria	e Criteria						
Equity Managers	Strategy	Rating					Benchmark Criteria	Criteria				Exceed Peer Median	Peer an	Comments
				Manager Returns	Benchmark Returns		Manager Returns	Benchmark Returns	Inception*	enchmark Manager Returns Inception* Returns	Benchmark Returns			
			3-Yr	%	%	5-Yr	%	%		%	%	3-Yr 5-Yr	5-Yr	
			10.00											
Brandes	Intl Small Cap Equity Recommended No	Recommended	200	-3.1	6.0	NA	ΨN	NA	No	-0.8	4.4	N/A	N/A	N/A Performance

* Brandes placed on "Watch List" August 23, 2018. Performance is Net of Fees. Inception Date - Brandes: 5/1/2015

Cash Flow Activity - Inception to Date

➤ Since the December 2017 inception of the Administrative Services relationship, the SMA Client Services team has administered the following investment activity for the Fund:

City of Hollywood Employees' Retirement Fund	Retirement	12/2017 – 8/2019 Activity	
		Dollars	Count
Manager Subscriptions / Redemptions	emptions	163,100,000	31
Monthly Benefits			
Capital Calls		19,285,000	32
Capital Distributions		85,185,000	36
Mutual Fund Trades		20,500,000	7
Internal Bank Transfers		123,950,000	35
Invoice Payments		1	ţ
Other Directives		35,500,000	က
	TOTALS: \$	447,520,000	144

Cash Flow Activity Detail - August 2019

Manager	Product	Wire Type	Transfer Date	Transfer Amount
	DB Account	Internal Bank Transfer	8/26/2019	\$3,000,000
HarbourVest	Dover IX	Capital Call	8/26/2019	\$500,000
Baird	Core Plus Bond	Internal Bank Transfer	8726/2019	\$3,000,000
	Core Plus Bond	Mutual Funds Trade	8/23/2019	\$3,000,000
Total				\$9,500,000

Market Environment

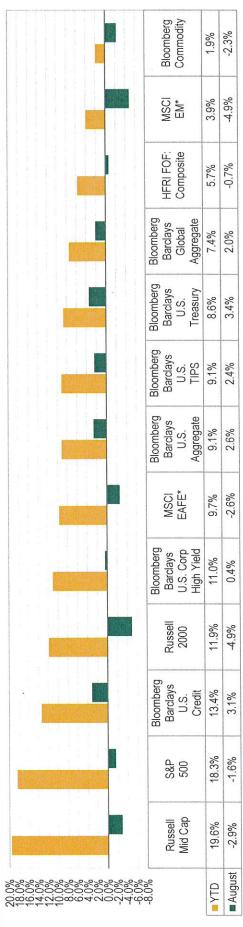
August Highlights

- 1 The U.S. unemployment rate stayed steady at 3.7% in August, with more Americans entering the labor force to look for jobs. Nonfarm payrolls grew by 130,000 jobs, below analyst expectations.
- U.S. equities took a negative turn in August when the tariff war between the U.S. and China seemed to escalate. Both countries had backed off somewhat on their trade rhetoric by month-end, but not before stocks declined across capitalizations. Among S&P 500 sectors, the energy sector (-8.27%) lost most, though utilities (+5.01%) and real estate (+4.79%) gained.
- □ Developed market stocks declined along with U.S. equities amid trade worries. EM stocks were stung by trade issues and Argentina's debt crisis.
- □ The U.S. Treasury index and IG credit both notched solid gains as investors favored high-quality assets. Global government bonds also rose in a risk-off month. High yield lagged.
- ☐ Hedge funds fell in August. Emerging market strategies (-2.76%) declined the
- □ Commodities struggled again. Energy (-5.7%), livestock (-8.9%) and agriculture (-5.1%) all were lower.

Returns

YTD Highlights

- Unemployment rate is still historically low. While U.S. economic fundamentals remain relatively solid, the global picture has been clouded by continuing trade tensions and by signs of slowing global growth.
- U.S. equities remain solidly positive YTD. Mid-caps are up the most, but small, mid and large caps have all posted double-digit gains so far in 2019.
- Developed and emerging market stocks also continue to be positive YTD, with developed market stocks outperforming emerging so far. Dovish central bank policy and optimism about U.S./China trade relations have buoyed international stocks for much of the year.
- Investors have favored riskier assets over government bonds for most of the YTD. High yield and IG credit's gains were ahead of U.S. Treasuries'.
- Hedge funds still are solidly positive despite August's decline. Macro strategies are now the top performers YTD.
- Commodities are still positive, but volatility in energy prices and flagging performance for other subsectors this year have tempered gains.



AGENDA ITEM 5.B.

INVESTMENT

ASSET LIABILITY STUDY

AGENDA ITEM 6.A.

LEGAL

UPDATE ON CITY OF HOLLYWOOD V. CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND

AGENDA ITEM 6.B.

LEGAL

UPDATE ON GLOVER V. KOLARI, CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND, AND CITY OF HOLLYWOOD

AGENDA ITEM 6.C.

LEGAL

SEGAL INVESTMENT CONSULTANT CONTRACT

AGENDA ITEM 6.D.

LEGAL

COHERF 401(A) PLAN

AUTHORIZATION AND APPROVAL OF THE CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND 401(A) PLAN

The undersigned authorized representative of City of Hollywood Employees' Retirement Fund (the Employer) hereby certifies that the following resolution was duly adopted by the Employer on September 24, 2019, and that such resolution has not been modified or rescinded as of the date hereof:

RESOLVED, that the form of Plan and Trust effective February 1, 2019, presented to this meeting is hereby approved and adopted and that an authorized representative of the Employer is hereby authorized and directed to execute and deliver to the Administrator of the Plan one or more counterparts of the Plan.

The undersigned further certifies that attached hereto are true copies of City of Hollywood Employees' Retirement Fund 401 (a) Plan, and the Summary of Plan Provisions, which are hereby approved and adopted.

Phyllis Shaw, Chair City of Hollywood Employees' Retirement Fund September 24, 2019

AGENDA ITEM 6.E. LEGAL

LOOMIS SAYLES AGREEMENT

AGENDA ITEM 6.F.

LEGAL

REQUEST FOR EXECUTIVE SESSION TO DISCUSS PENDING LITIGATION

CITY OF HOLLYWOOD V. CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND

(NO BACKUP FOR THIS SECTION)

AGENDA ITEM 6.G.

LEGAL

REQUEST FOR EXECUTIVE SESSION TO DISCUSS PENDING LITIGATION

EMILY GLOVER, INDIVIDUALLY AND AS PERSONAL REPRESENTATIVE OF THE ESTATE OF GEORGE GLOVER V. FERIHAJA KOLARI, CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND AND CITY OF HOLLYWOOD

AGENDA ITEM 7.A. EXECUTIVE DIRECTOR'S REPORT

CITY COMMISSION COMMUNICATION

CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND



2600 Hollywood Blvd. • City Hall Annex Building, 2ND Floor, Room 20 • Hollywood, FL 33020 (954) 921-3333 • (954) 921-3332 Fax • www.hollywoodpension.com

CITY COMMISSION COMMUNICATION August 2019

The following information is provided to the City Commission for informational purposes only.

BOARD OF TRUSTEES

Phyllis Shaw - Chair

Christopher Cassidy

Charles Howell

George Keller - Vice-Chair

Jeffery Greene

Cintya Ramos

Robert Strauss - Secretary

All Trustees attended the July 2019 Meeting of the Board of Trustees, except Charles Howell who was absent and excused. All Trustees attended the July 2019 Meeting of the Board of Trustees, except Jeffery Greene who was absent and excused.

ITEMS OF INTEREST TO THE CITY COMMISSION

- The Fund's estimated value on July 31, 2019 was \$339.0 million.
- The Fund hired Loomis Sayles to manage \$15 million the Small to Mid-Capitalization Growth Portfolio.
- The Fund and City have resolved all outstanding matters in the lawsuit filed by the City and have begun
 working with the City on a settlement agreement. The Board expressed its appreciation to all those who
 participated in the resolution process.
- The Fund hired Segal Marco to conduct an Asset Liability Study.
- With the passage of Ordinance Number O-2019-14, also known as the restoration ordinance, 70 member selected retroactive dates for participation in the Deferred Retirement Optional Plan (DROP).
- The Fund established a 401(a) Plan for the Pension Office staff.
- The Fund engaged Marcum, LLP to conduct the Fiscal Year 2019 Financial Audit of the Fund.
- The Fund renewed its Insurance Coverages including Fiduciary, Employment and Cyber Liability Insurance.
- The Fund is involved in litigation regarding the death benefit of a deceased member, with more than one party claiming the benefit. The Fund has temporarily withheld the payment of the death benefit in an attempt to resolve the dispute.

UPCOMING PENSION EDUCATIONAL OPPORTUNITIES FOR CITY COMMISSION

- Florida Public Pension Trustees Association, Fall Trustee School October 6 - October 9, 2019, Sawgrass Marriott, Ponte Vedra
- International Foundation of Employee Benefit Plans
 64th Annual Employee Benefits Conference

October 20 - October 23, 2019

San Diego Convention Center, San Diego

 Florida Public Pension Trustees Association, Winter Trustee School January 26 – January 29, 2020, Hyatt Orlando, Orlando

MEETING SCHEDULE 2019

Unless otherwise stated all Regular Meetings of the Board of Trustees are held at 9:00 am in the Fund Office.

November 5, 2019

December 10, 2019

Please be advised that the Next Regular Meeting of the Board of Trustees will be held on Tuesday, November 5th at 9:00am at the Fund Office. All Commissioners are invited to attend.

AGENDA ITEM 7.B. EXECUTIVE DIRECTOR'S REPORT

RESOLUTION OF APPRECIATION

RESOLUTION OF APPRECIATION ACKNOWLEDGING THE CONTRIBUTION OF DAWN GRUBER TO THE CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND

WHEREAS, Dawn Gruber will complete her public service on September 26, 2019 with

47 years of distinguished and dedicated service as an employee of the City

of Hollywood, from October 1972 through September 2019; and

WHEREAS, Ms. Gruber, over the years, has served the members, retirees and

beneficiaries of the City of Hollywood Employees' Retirement Fund, and

has been committed to the interests of the plan participants; and

WHEREAS, The Board of Trustees of the City of Hollywood Employees' Retirement

Fund, wishes to acknowledge the contribution made by Ms. Gruber to the

success of the Retirement Fund. Now therefore be it

RESOLVED, That on this 24th day of September 2019, the Board of Trustees of the City

of Hollywood Employees' Retirement Fund expresses its heartfelt thanks and grateful appreciation to Dawn Gruber for her dedicated and professional service to the Retirement Fund and her commitment to the

successful administration of the pension benefits of the members of the

Retirement Fund; and be if further

RESOLVED, That the Board of Trustees of the City of Hollywood Employees'

Retirement Fund honors her commitment and dedication to public service

and congratulates her on her record of achievement; and be it further

RESOLVED, That the Board of Trustees of the City of Hollywood Employees'

Retirement Fund, on behalf of the many lives that she has touched through her work, congratulate her on her well-earned retirement, and extend our best wishes to her for continued success, good health and a very happy

retirement.

Respectfully Submitted,

Phyllis Shaw Chair



Date

AGENDA ITEM 7.C. EXECUTIVE DIRECTOR'S REPORT

2019 AND 2020 BOARD MEETING SCHEDULE

CITY OF HOLLYWOOD EMPLOYEES' RETIREMENT FUND

2019 AND 2020 REGULAR BOARD MEETING SCHEDULE

Location: City Hall Annex, Room 20, 2600 Hollywood Blvd. TIME: All Meetings will begin at 9:00 am.

DATES

- November 5, 2019 United States General Election Day
- December 10, 2019
- January 28, 2020
- February 25, 2020
- March 24, 2020
- April 28, 2020
- May 26, 2020
- June 23, 2020 6PM 8PM
- July 28, 2020
- August 25, 2020
- September 22, 2020
- November 10, 2020
- December 8, 2020

AGENDA ITEM 7.D. EXECUTIVE DIRECTOR'S REPORT

ADMINISTRATIVE CONSIDERATIONS

(UNDER SEPARATE COVER)

AGENDA ITEM 7.E. EXECUTIVE DIRECTOR'S REPORT

MEMBER CONSIDERATIONS

(UNDER SEPARATE COVER)

AGENDA ITEM 7.F. EXECUTIVE DIRECTOR'S REPORT

PERSONNEL CONSIDERATIONS

(UNDER SEPARATE COVER)

AGENDA ITEM 7.G. EXECUTIVE DIRECTOR'S REPORT

COMMUNICATIONS FROM THE EXECUTIVE DIRECTOR (HANDOUT)

AGENDA ITEM 8 PUBLIC COMMENT

AGENDA ITEM 9 TRUSTEE REPORTS, QUESTIONS AND COMMENTS

AGENDA ITEM 10 ADJOURNMENT