

**TOWN OF DAVIE POLICE PENSION PLAN
MEETING MINUTES
March 10, 2020
4:00 P.M.**

The regular meeting of the Town of Davie Police Pension Plan Board of Trustees was called to order on behalf of the Board by Mr. Greg Brilliant – **Precision Pension Administration** - on March 10, 2020 at 4:01 P.M. at 13790 N.W. 4th Street, Suite 105, Sunrise, Florida.

TRUSTEES PRESENT:

Mr. Paul Ortenzo – Chairman; Mr. Larry Davis – Board Secretary; Mr. Jack Mackie, Mr. Ed Taylor, and Mr. Danny Perez (left at 5:00 p.m.) – Board Trustees.

ABSENT and/or EXCUSED:

None

OTHERS PRESENT:

Mrs. Patty Ostrander - Administrative Assistant; Mr. Bob Klausner – Klausner, Kaufman, Jensen, & Levinson; and Mr. Don Dulaney - Dulaney & Company.

It should be noted that there was a quorum for the Board to have an official meeting.

NEW/UNFINISHED BUSINESS:

As per the direction of the Board of Trustees at the February 2020 meeting, Plan consultant Dahab Associates had initiated an RFP for a large cap value manager. Mr. Davis advised he had been contacted by and met with a representative of DePrince, Race, & Zollo Investment Advisors, who stated that they were interested in pursuing the Plan large cap investment. Mr. Davis stated he advised them to follow through on the search process as conducted and directed by Dahab.

Mr. Taylor advised that there had been some conversation at the recent FPPTA conference regarding 175/185 monies for cities that provide contracted services being paid to the city/town providing said contracted service.

Town of Davie Police Pension Plan Minutes
March 10, 2020
Page 2 of 4

As the Town of Davie is contracted by the Town of Southwest Ranches to provide police and fire services, the Town of Davie would be eligible to receive said funds collected by the State of Florida on behalf of Southwest Ranches. Mr. Klausner advised he would draft a letter regarding this recovery of funds. As a side note to this, Mr. Brilliant advised he has previously spoken to Mr. Lemack (Town Administrator) and Mr. Ackerman (Budget Director) who both stated that they would be interested in pursuing this as long as there was no contractual impact to the Town going forward, i.e. Southwest Ranches arguing for a rate reduction by the amount of premium tax dollars recovered by the Town of Davie. Mr. Ortenzo advised that he would follow up with the Town.

A conversation was had regarding the IRS 415 limits which this year have increased to 230k. There are no current members in danger of 415 implications but there may be in the future as the DROP has been contractually extended to six years. Mr. Ortenzo advised he would follow up with the Union (FOP) and Town to explore possible measures which could be negotiated to protect members.

Additionally, there was a section at the FPPTA conference regarding the recent trend of PTSD disability pension applications and how Boards should be prepared to deal with these going forward. Mr. Klausner interjected that as their firm also represents the Orlando Police Pension Fund, they have had some experience with these as a result of the Pulse Nightclub mass shooting incident and were prepared to fully assist the Board of Trustees.

PUBLIC DISCUSSION:

None

CONSENT AGENDA:

None

APPROVAL OF THE MINUTES:

The Board reviewed the February 11, 2020 Town of Davie Police Pension Plan meeting minutes. Mr. Taylor made a Motion to approve the minutes, which was seconded by Mr. Davis. The Motion Passed 4-0. Mr. Perez was on a phone call and did not vote.

Town of Davie Police Pension Plan Minutes
March 10, 2020
Page 3 of 4

WARRANTS APPROVED BY BOARD:

After review and consideration of warrants #1360 through #1376, a motion to approve was made by Mr. Davis and seconded by Mr. Taylor. The Motion Passed 4-0. Mr. Perez was on a phone call and did not vote.

ACTUARY REPORT – DULANEY & CO:

Reporting on behalf of Dulaney & Company was Mr. Don Dulaney. Mr. Dulaney advised the Board that he had reviewed the Plan's long-term funding assumptions. This review included long term Plan investment return, long term average salary increases and turnover experience results. He concluded from this study that there were no changes immediately necessary but reminded the Trustees to always be mindful of the assumed rate of return and the trend around the State of FL to get closer to a 7.0% assumption rate as compared to the current 7.5% Plan assumption rate.

Mr. Dulaney had completed the annual valuation composite report which he provided for review. Additionally, he advised that the Chapter 112 report was completed and submitted to the State for review.

Discussion returned to the IRS 415 limits and the current possibility of retirees being re-employed with the Town as School Resource Officers or reserve officers where there is any accrual of benefits. Regarding a retiree being re-employed with the Town, Mr. Klausner stated that there would be a conflict with the current Plan documents related to in-service distributions and may require an Ordinance revision. He also advised that the COLA as provided by the Plan does not figure into the 415 calculation. This concluded the Actuary report.

ATTORNEY REPORT – KKJ&L:

Reporting on behalf of KKJ&L was Mr. Bob Klausner. Mr. Klausner participated in a portion of the Actuary's report regarding the IRS 415 limits and the re-employment issues. He continued into his report by advising the Board of Trustees that there were no new developments at this time regarding the National General class action lawsuit. In that there has been some confusion reference the disability ordinance and the ability of a disability pensioner to choose a beneficiary, Mr. Klausner reviewed with the Board, Town of Davie Ordinance 2000-43, Section 2, Article 3.5 which effectively describes the optional forms of payment available to a disability pensioner as listed under Section 3, Article 4.4. This clarified the interpretation and concluded the Attorney report.

Town of Davie Police Pension Plan Minutes
March 10, 2020
Page 4 of 4

PLAN ADMINISTRATOR - PPA:

Mr. Brilliant advised the Board that Covid-19 may eventually affect the way business is transacted and meetings are held. Precision Pension Administration along with Oakwater Technologies will be exploring some platforms currently available to assist us in safely accomplishing our tasks going forward.

OPEN DISCUSSION:

None

ADJOURN:

Mr. Mackie made a Motion to adjourn the meeting. Mr. Taylor seconded the Motion. The Motion passed 4-0. The meeting was adjourned at 5:01 P.M. (Mr. Perez was not present for this vote)

The next meeting is scheduled for April 14, 2020 at 4:00 P.M.

CHAIRMAN FOR THE BOARD

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