SUNRISE POLICE OFFICERS' RETIREMENT PLAN
10440 West Oakland Park Blvd
Sunrise, FL 33325
May 11, 2026
11:00 A.M.

Call to Order
On behalf of the Board of Trustees, Mr. Dave Williams called the meeting to order at 11:01 A.M.

Public Discussion
None

Roll Call
Present were Mr. Timothy McGovern - Chairman, Mr. Alfredo Montano – Secretary, Mr. Darwin Arroyo and Ms. Emilie Smith - Trustees.

Absent & Excused
None

Others Present
Mr. Brendon Vavrica – Mariner; Mrs. Richelle Levy – Lorium Law; Mr. Ernie Acosta – City of Sunrise Finance Department; Mr. Jeff Amrose – Gabriel Roeder Smith (left at 11:32 A.M.); Mr. Eric Wilcomes and Ms. Janna Hamilton – Taurus Private Markets (arrived at 11:35 A.M. and left at 12:20 P.M.); Mr. Brad Dorchinecz and Mr. Mike Manderosian – 50 South Capital (arrived at 12:22 P.M. and left at 12:51 P.M.); Ms. Nia Silgardo and Mr. Ben Perl – Neuberger (arrived at 12:54 P.M. and left at 1:20 P.M.); Mrs. Patty Ostrander – Administrative Assistant and Mr. Dave Williams – Plan Administrator.

Approval of Minutes
February 09, 2026 - Motion to approve these minutes by Mr. Arroyo, seconded by Mr. McGovern. Motion passed 4-0.

Approval of Payables
After reviewing and consideration of the payables of February 09, 2026, through May 10, 2026. Motion to approve was made by Ms. Smith, seconded by Mr. Arroyo. Motion passed 4-0.

Ms. Smith questioned the rent and CAM charges that were in the report after the lease termination. Mr. Williams stated that it was simply an auto payment and will be updated.

Ms. Smith questioned the extra charges being charged by the auditor for review of the documents she submitted in support. Ms. Smith stated that the charge should have been presented prior to the board and that the auditor should have asked the Trustee questions for the audit much earlier. Ms. Levy said that she can ask the auditor for explanation of the additional charges. Ms. Smith does not recommend the current auditor for future audits. Ms. Levy said that if the Board is considering an Audit RFP, it should be done by the next meeting.

Ms. Smith asked why we have the payables report created and do not get the information from the bank. She would like to know what's available from the bank to avoid extra work.

Actuarial Valuation Report – Mr. Jeff Amrose, Gabriel Roeder & Smith
Mr. Jeff Amrose presented the Actuarial Valuation Report for October 01, 2025.

The investment return assumption has been lowered from 6.55% to 6.50% in the current valuation. In addition, the mortality tables and improvement scales were updated to reflect the updated mortality assumptions used on July 01, 2024, Florida Retirement System (FRS) Actuarial Valuation. Florida Statutes Chapter 112.63 mandates that local municipal pension plans use the mortality rates in either of the last two published FRS valuation reports. These changes increased the City's required contribution by approximately $1,212,400 or 7.10% of payroll.

It was reported that there was a net actuarial gain of $41,562 since the last valuation which means that actual experience was more favorable than expected. The gain was primarily due to the investment return being more than the assumed rate of 6.55%. The investment return was 8.7% based on the market value of assets and 6.7% based on actuarial value of assets. The gain was partially offset due to average salary increases from FY 2024 to FY 2025 being higher than expected (averaging 7.3% versus 5.5% expected). The net gain caused the required contribution to decrease by approximately $3,500 or 0.02% or payroll.

This year's funded ratio was 68.5% compared to 68.2% last year. The funded ratio before the change in assumptions was 71.0%. The ratio is equal to the actuarial value of assets divided by the actuarial accrued (past service) liability.

The Market Value of Assets exceeds the Actuarial Value of Assets by $8,897,268 as of the valuation date. This difference will be gradually recognized in the absence of offsetting gains and losses. In turn, the computed employer contribution rate will decrease by about 4.73% of covered payroll.

The Board has consistently taken action to address the funding level of the Plan such as strengthening the actuarial assumptions and shortening the amortization period. For each additional $5 million contributed, the funded ratio will increase by 1.5%.

Mr. Arroyo made a motion to accept the Actuarial Valuation report as presented, seconded by Ms. Smith. Motion passed 4-0. Mr. Arroyo made a motion to set the expected rate of return to 6.5%, seconded by Mr. McGovern. Motion passed 4-0.

In a spirit of transparency, the entire report may be viewed at:
http://www.sunrisepolicepension.com/docs_state/ActuarialValuation/SunrisePolice_20251001_ActuarialValuationReport.pdf#zoom=100

Private Equity Search

- Taurus Private Markets – Mr. Eric Wilcomes and Ms. Janna Hamilton presented on behalf of Taurus Private Markets.

- 50 South Capital – Mr. Brad Dorchinecz and Mr. Mike Marderosian presented on behalf of 50 South Capital.

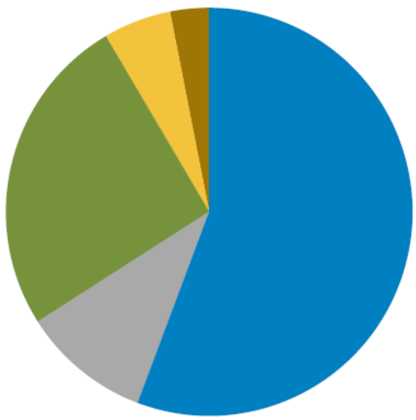
- Neuberger – Ms. Nia Silgardo and Mr. Ben Perl presented on behalf of Neuberger.

The representatives provided thought-provoking presentations for the Board to consider, and the Board engaged in lengthy discussion with Mr. Vavrica concerning the presenting managers. The Board would like to see more secondary companies.

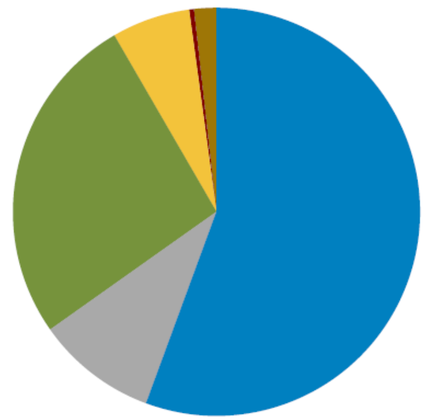
Mr. Arroyo made a motion to retain Taurus and 50 South Capital and transfer $2.5 Million each to Taurus Private Markets and $2.5 Million to 50 South Capital, seconded by Ms. Smith, motion carried 4-0. Mr. Arroyo made a motion to approve the Chairman to sign the contracts in between meetings, seconded by Mr. Montano. Motion carried 4-0.

Mariner Institutional – Quarterly Investment Report
Mr. Brendon Vavrica advised that as of March 31, 2026, the total fund was valued at $266,137,791.

Asset Allocation By Segment as of December 31, 2025 : $272,248,984



Asset Allocation By Segment as of March 31, 2026 : $266,137,791



Allocation

Segments	Market Value	Allocation
Domestic Equity	151,702,782	55.7
International Equity	27,845,216	10.2
Domestic Fixed Income	69,577,969	25.6
Real Estate	14,706,220	5.4
Private Equity	-	0.0
Cash Equivalent	8,416,797	3.1

Allocation

Segments	Market Value	Allocation
Domestic Equity	148,042,372	55.6
International Equity	25,508,187	9.6
Domestic Fixed Income	70,291,729	26.4
Real Estate	16,560,864	6.2
Private Equity	1,008,977	0.4
Cash Equivalent	4,725,661	1.8

In a continued spirit of transparency, the entire report may be viewed at:
http://www.sunrisepolicepension.com/docs/investments/2026-03-31%20Sunrise%20Police%20Quarterly%20Report.pdf

After discussion with Mr. Vavrica, Mr. Arroyo made a motion to transfer $2 Million from Newton and $1 Million from JP Morgan International to R&D Account, seconded by Ms. Smith. Motion carried 4-0.

Mr. Vavrica asked if we can change the monthly meetings to the third Monday of the month at 9:00 A.M for the August meeting. After Board discussion, the August 2026 meeting will be changed to August 17th at 9:00 A.M. The Board will discuss possible options for future meetings.

<u>Attorney's Report</u>
Ms. Levy reminded the trustees to do the annual financial reports.

<u>Administrator's Report</u>
Mr. Williams answered questions from Mr. McGovern regarding members entering the DROP. Mr. McGovern said that he has had several inquiries from members who want to enter the DROP and asked if there is a document available. Mr. Williams stated that there is an FAQ on our website. Ms. Smith said that there is information on the city's internal website for employees. Ms. Smith will send screenshots of the city's document to Ms. Levy and Mr. Williams.

<u>New Business</u>
None

<u>Old Business</u>
None

<u>Open Board Discussion</u>

None

Adjournment
Motion to adjourn at 2:22 P.M. by Mr. Arroyo, seconded by Ms. Smith. Motion passed 4-0.