

MINUTES
INVESTMENT COMMITTEE MEETING
FIRE AND POLICE PENSION FUND, SAN ANTONIO
WEDNESDAY, MARCH 22, 2017
PENSION OFFICE – 9:00 A.M.

Roll Call	Mr. Reed called the meeting to order at 9:03 A.M.
Committee Members Present	Larry Reed, Fire/Retiree Representative; Jim Smith, Police Representative; J.T. Trevino, Fire Representative; Harry Griffin, Police/Retiree Representative; Dean Pearson, Fire Representative
Committee Members Absent	N/A
Others Present	Jimmy Foster, Police Representative; Warren Schott, Executive Director; Matthew O'Reilly, CIO; Sinclair Nagy, Investment Analyst; Jason Hsu, Investment Analyst; Keith Stronkowsky, NEPC; Winston Blake Jr., Attucks Asset Management; Patrick Silvestri, Attucks Asset Management; Joe Stelmaszek, Attucks Asset Management; Joseph Docter, Summit Creek Advisors; Steven Sorenson, Summit Creek Advisors; Kevin Fetzer, William Blair; Ward Sexton, William Blair

Mr. Reed called the meeting to order at 9:03 A.M.

Mr. Trevino joined the meeting at 9:30 A.M.

Approval of Minutes on February 15, 2017

- Mr. Griffin made the motion to approve the minutes of the February 15, 2017 Investment Committee meeting. The motion carried unanimously.

Finals Presentation – Small Cap Growth

- Representatives from Summit Creek Advisors and William Blair showcased their capabilities in the domestic small cap growth space. Ultimately, the Investment Committee made the decision to choose William Blair.
- Mr. Trevino motioned to allocate \$45 million to William Blair's Small Cap Growth Fund. The motion carried unanimously.

Attucks Performance Update / Search

- Representatives from Attucks Asset Management gave a presentation on the current Emerging Managers program. Discussions were held regarding both performance of current managers, as well as current and target allocations within the Emerging Managers portfolio.

- Mr. Griffin motioned to begin a search for an active manager within the domestic large cap universe. The motion carried unanimously.

Hedge Fund Search Update

- Discussions were held regarding the progress of the ongoing global macro hedge fund search. After providing a summary of each manager that staff had contacted, Mr. Trevino motioned to continue due diligence with Autonomy Capital, Commonwealth Opportunity Capital, and Pharo Management. The motion carried unanimously.

Luxor Capital Partners

- Discussions were held regarding Luxor Capital Partners. The manager offers two share classes: Option 1 shares with more liquidity but slightly higher management fees, and Option 2 with lower management fees but a rolling 2-year lock-up. Luxor is changing their fee schedule so there will be no impact on the Pension Fund's current fee rate of 1.5%.
- Mr. Griffin made a motion to convert our Option 2 shares into Option 1 shares. The motion carried unanimously.

Apollo Investment Fund IX, L.P.

- Discussions were held regarding a potential re-up with Apollo Global Management. Apollo is raising its ninth buyout fund. The Pension Fund is invested in Apollo Investment Funds IV, VI, VII, and VIII.
- Mr. Griffin made a motion to allocate \$20 million to Apollo Investment Fund IX. The motion carried unanimously.

Data Services

- Discussions were held regarding amending the budget to include a data service provider. Staff presented a list of three data providers, along with their prices and capabilities.
- Mr. Griffin made a motion to amend the budget to include a subscription to Cobalt LP by Hamilton Lane. The motion carried unanimously.

Private Debt Search

- Discussions were held regarding a search to add a new manager to the private debt portfolio.
- Mr. Smith motioned to begin a private debt search. The motion carried unanimously.

ADJOURNMENT: Mr. Griffin made a motion to adjourn at 12:03 P.M. which carried unanimously.

Approved this ____ day of _____, 2017.

Larry Reed, Investment Committee Chairman