

MINUTES
INVESTMENT COMMITTEE MEETING
FIRE AND POLICE PENSION FUND, SAN ANTONIO
WEDNESDAY, MAY 18, 2016
PENSION OFFICE – 9:00 A.M.

Roll Call	Mr. Smith called the meeting to order at 9:00 A.M.
Committee Members Present	Jim Smith, Police Representative; Harry Griffin, Police/Retiree Representative; Dean Pearson, Fire Representative
Committee Members Absent	Shawn Ury, Police Representative; Larry Reed, Fire/Retiree Representative
Others Present	J.T. Trevino, Fire Representative; Warren Schott, Executive Director; Matthew O'Reilly, CIO; Tyler DuBose, Investment Analyst; Sinclair Nagy, Investment Analyst; Keith Stronkowsky, NEPC; Patrick Silvestri, Attucks; Winston Blake Jr., Attucks; Joe Stelmaszek, Attucks

Mr. Smith called the meeting to order at 9:00 A.M.

Approval of Minutes on April 25, 2016

- Mr. Griffin made the motion to approve the minutes of the April 25th Investment Committee meeting. The motion carried unanimously.

Emerging Manager Finalists

- Representatives from Attucks Asset Management attended the Investment Committee to give a presentation on the Pension Fund's emerging manager program.
- Altum Capital Management and Varadero Capital attended the Investment Committee to present their firms' capabilities in the structured credit market space. Ultimately, the Investment Committee decided to allocate capital to both Altum Capital Management and Varadero Capital.
- Mr. Griffin made the motion to allocate \$10 million to Altum Capital Management and \$5 million to Varadero Capital. The motion carried unanimously.

Emerging Manager Search

- Discussions were held regarding adding an additional emerging manager(s) to the Pension Fund's emerging manager program.
- Mr. Smith made a motion to approve an emerging manager search in the Emerging Markets space. The motion carried unanimously.

Quarterly Performance

- NEPC gave an update regarding the performance of the Fund in the 1st quarter of 2016. During this time period, the Fund generated a 1.3% return. On a 5-year basis, the Fund had an annualized return of 5.52%, standard deviation of 6.65% and a Sharpe ratio of 0.82, placing the Fund in the 38th percentile for risk-adjusted performance.

ADJOURNMENT: The Investment Committee adjourned at 11:34 A.M.

Approved this ____ day of _____, 2016.

Shawn Ury, Investment Committee Chairman