

MINUTES
INVESTMENT COMMITTEE MEETING
FIRE AND POLICE PENSION FUND, SAN ANTONIO
WEDNESDAY, MAY 25, 2022
PENSION FUND OFFICE
9:30 A.M.

Roll Call	Mr. Reed called the meeting to order at 9:32 AM
Committee Members Present	Larry Reed, Fire/Retiree Representative; Jimmy Foster, Police Representative; Dean Pearson, Fire Representative
Committee Members Absent	Harry Griffin, Police/Retiree Representative; Vance Meade, Fire Representative
Others Present	Jim Smith, Police Representative; Warren Schott, Executive Director; Cary Hally, Chief Investment Officer; Giovanni Nunez, Investment Analyst; Wesley Levanduski, Investment Analyst; Gail Jensen, General Counsel; Nancy Ybarra, Executive Assistant

Approval of Minutes of April 20, 2022

- Mr. Pearson made a motion to approve the minutes of the April 20, 2022, Investment Committee meeting. The motion carried unanimously.

NEPC Quarterly Performance Update

- NEPC provided a quarterly performance review of the Pension Fund's portfolio and overall markets. On March 31, 2022, the market value of the Pension Fund was approximately \$3.9 billion, which is a return of -4.60% for the first quarter of 2021. In the first quarter, U.S. equities returned -6.2%, non-U.S. equities returned -10.1%, and total fixed income returned -3.7%. Since inception and over the last five-year period, the Pension Fund has exceeded the 7.25% return target while taking on less risk than peers, as measured by standard deviation. No action was taken.

StepStone VC Global Partners XI Re-Up Commitment

- The Committee discussed the StepStone VC Global Partners XI re-up commitment opportunity. The Pension Fund previously committed to the tenth iteration of the fund. As a venture capital ("VC") fund-of-funds, the strategy will invest in VC funds, direct investments, and secondary investments.
- The Committee discussed the Pension Fund's VC exposure and the fund-of-funds structure, including the longer fund life and additional layer of fees. After discussions, Mr. Foster made a motion to recommend to the Board to commit \$20 million to StepStone VC Global Partners XI. The motion carried unanimously.

Attucks – Emerging Manager Program Policy

- Representatives from Attucks Asset Management provided an update on the Pension Fund’s Emerging Manager Program Policy. Attucks had been directed to propose revisions to the Policy to include private equity investments in the Emerging Manager Program. Attucks presented their recommended revisions which included adding private equity investments as an option in the Opportunistic strategy bucket and providing investment criteria guidelines for this asset class.
- After discussions, Mr. Foster made a motion to recommend to the Board to adopt the revised policy as proposed by Attucks. The motion carried unanimously.

Albourne Presentation

- As a follow-up to the Committee’s decision in the winter of 2021 to have the Pension Fund’s private markets program reviewed by other consultants, Albourne, the Pension Fund’s former hedge fund consultant, presented its review of the Pension Fund’s private markets investments. Overall, Albourne’s review was informative. After discussions, the Committee agreed it was comfortable with the Pension Fund’s current pacing plan and private market asset allocation and it decided to conclude the private markets program review initiative.

Adjournment: Mr. Pearson made a motion to adjourn at 11:47 AM. The motion carried unanimously.

Approved this ____ day of _____, 2022.

Larry Reed, Investment Committee Chairman