

MINUTES
INVESTMENT COMMITTEE MEETING
FIRE AND POLICE PENSION FUND, SAN ANTONIO
WEDNESDAY, AUGUST 19, 2015
PENSION OFFICE – 9:00 A.M.

Roll Call	Mr. Ury called the meeting to order at 9:30 A.M.
Committee Members Present	Shawn Ury, Police Representative; Dean Pearson, Fire Representative; Larry Reed, Fire/Retiree Representative
Committee Members Absent	Harry Griffin, Police/Retiree Representative; Jim Smith, Police Representative
Others Present	J.T. Trevino, Fire Representative; Warren Schott, Executive Director; Matthew O'Reilly, CIO; Erik Dahler, Counsel; Will Albright, Investment Analyst; Tyler DuBose, Investment Analyst; Keith Stronkowsky, NEPC

Mr. Ury called the meeting to order at 9:30 AM

Approval of Minutes on August 6, 2015

- Mr. Pearson made the motion to approve the minutes of the August 6th Investment Committee meeting. The motion carried unanimously.

Quarterly Update

- NEPC gave an update regarding the performance of the Fund in the 2nd quarter of 2015. During this time period, the Fund generated a 0.9% return. For the 5 years ending June 30, 2015, the Fund had an annualized return of 9.7%, standard deviation of 6.5% and a Sharpe ratio of 1.47, placing the Fund in the top 18th percentile for risk-adjusted performance. Mr. Ury recommended that AQR be closely monitored due to performance.

Emerging Manager Real Asset Search Update

- Discussions were held regarding the ongoing Emerging Manager Real Asset Search. The Investment Committee recommended that Attucks come up with a short list of investment managers to continue the due diligence process.

Brokerage

- Discussions were held regarding brokerage firms and their potential role with the portfolio. Ultimately, the Investment Committee decided to continue to let existing investment managers conduct 'best execution' processes.

Rebalance

- Discussions were held regarding the existing policy of rebalancing that allows staff to redeem \$5 million per quarter to satisfy outstanding capital calls.
- Mr. Reed made a motion to redeem \$10 million from Brandywine to fulfill outstanding capital calls. The motion carried unanimously.
- Mr. Reed made a motion to redeem \$25 million from Cornerstone and invest in the existing Russell 1000. The motion carried unanimously.

Workshop

- Discussions were held regarding the annual investment manager workshops. Ultimately, the Investment Committee decided to continue holding the annual investment manager workshops.
- **ADJOURNMENT:** Mr. Pearson made a motion to adjourn at 11:10 AM and carried unanimously.

Approved this ____ day of _____, 2015.

Shawn Ury, Investment Committee Chairman