

MINUTES
INVESTMENT COMMITTEE MEETING
FIRE AND POLICE PENSION FUND, SAN ANTONIO
THURSDAY, NOVEMBER 29, 2018
PENSION OFFICE – 9:00 A.M.

Roll Call	Mr. Reed called the meeting to order at 9:01 A.M.
Committee Members Present	Dean Pearson, Fire Representative; Larry Reed, Fire/Retiree Representative; Jim Smith, Police Representative; Harry Griffin, Police/Retiree Representative;
Committee Members Absent	J.T. Trevino, Fire Representative;
Others Present	Warren Schott, Executive Director; Cary Hally, Chief Investment Officer; Sinclair Nagy, Investment Analyst; Jason Hsu, Investment Analyst; Keith Stronkowsky, NEPC;

Approval of Minutes on October 24, 2018

- Mr. Pearson made a motion to approve the minutes of the October 24, 2018 Investment Committee meeting. The motion carried unanimously.

NEPC Quarterly Update Review

- A representative from NEPC presented the fund's third quarter performance. During the quarter, the fund grew 2.1%, bringing the year-to-date return to 2.2%. When looking at the past three years, the fund has achieved a top-quartile Sharpe ratio, which measures return per unit of risk.

International Small Cap Core Search Update

- Discussions were held regarding our ongoing search for an international small cap core manager. NEPC presented their focus placement list, highlighting eight managers they thought highly of and two managers that were recommended by the Board of Trustees. After discussions, Mr. Griffin recommended continuing due diligence with Global Alpha Capital Management, Strategic Global Advisors, and Victory Capital Management. The motion carried unanimously.

International Large Cap Growth Search Update

- Discussions were held regarding our ongoing search for an international large cap growth manager. NEPC presented their focus placement list of ten names, with an additional manager recommended by the Board. After discussions, Mr. Griffin recommended continuing due diligence with WCM Investment Management, William Blair Investment Management, and Hardman Johnston Global Advisors. The motion carried unanimously.

USAA Eagle Fund Update

- Discussions were held regarding news about USAA selling their asset management division to Victory Capital Management. Staff relayed a message from USAA stating that the sale had no impact on USAA Real Estate, particularly the USAA Eagle Real Estate Fund that SAFP is invested in.

ADJOURNMENT: Mr. Griffin made a motion to adjourn at 11:15 a.m., which carried unanimously.

Approved this ____ day of _____, 2018.

Larry Reed, Investment Committee Chairman