

MINUTES
INVESTMENT COMMITTEE MEETING
FIRE AND POLICE PENSION FUND, SAN ANTONIO
WEDNESDAY, DECEMBER 13, 2023
PENSION FUND OFFICE
9:30 A.M.

Roll Call	Mr. Smith called the meeting to order at 9:32 A.M.
Committee Members Present	Jim Smith, Police Representative; Larry Reed, Fire/Retiree Representative; Amanda Viera, Police Representative
Committee Members Absent	Harry Griffin, Police/Retiree Representative
Others Present	Justin Rodriguez, Mayoral Designee; Warren Schott, Executive Director; Cary Hally, Chief Investment Officer; Giovanni Nunez, Investment Analyst; Wes Levanduski, Investment Analyst; Gail Jensen, General Counsel

Approval of Minutes of November 22, 2023

- Mr. Reed made a motion to approve the minutes of the November 22, 2023, Investment Committee meeting. The motion carried unanimously.

Investment Practices and Performance Report (Texas Government Code § 802.109)

- NEPC presented a draft of its Investment Practices and Performance Report. NEPC reminded the Committee that it had conducted an extensive review of the Pension Fund’s investment practices and performance in 2020, as required by Texas Government Code § 802.109 (formerly SB 322), and that the current draft Report was a three-year “re-review”, as required by the Government Code provision. After detailing its overall process in conducting the review, NEPC noted several important points and suggestions. After discussions, the Committee requested various clarifications to the Draft Report. NEPC and staff noted that they would work to address those requests and present an updated version of the Report at a future Committee meeting for formal approval. NEPC also discussed the Pension Fund’s 2023 Liquidity Study, in which they provided a projected base and “stress case” scenario to analyze the liquidity profile of the Pension Fund’s portfolio. No action was taken.

Tiger Infrastructure Partners Fund IV Re-Up Commitment

- The Committee discussed a potential re-up commitment with Tiger Infrastructure Partners Fund IV. The Fund will provide growth capital to middle-market infrastructure businesses in the digital infrastructure, energy transition, and transportation sectors. Tiger Infrastructure Partners Funds I and II are top quartile funds in terms of TVPI. As of June 30, 2023, the Pension Fund’s investment in Fund III has a net IRR of 7.10%. After discussions, Mr. Reed made a motion to recommend to the Board to commit \$20 million to Tiger Infrastructure Partners Fund IV. The Motion carried unanimously.

IDR Update

- Chief Investment Officer Cary Hally provided a brief update to the Committee with regard to the pending \$25 million IDR commitment. Mr. Hally noted that based upon the ongoing concerns regarding real estate open-end core funds and the overall state of the real estate market, staff recommends continuing to delay the funding of the commitment. Mr. Hally stated that he had discussed the situation with IDR and Townsend, and both are in agreement. No action was taken.

Donavan Ventures Presentation

- Representatives from Donovan Ventures presented their Firm's history, current market opportunity, and their new fund, Donovan Growth Equity Partners II. Fund II is seeking \$375 million in commitments to make control equity investments in lower middle-market energy businesses. No action was taken.

Adjournment: Mr. Smith made a motion to adjourn at 11:53 A.M. The motion carried unanimously.

Approved this ____ day of _____, 2024.

Jim Smith, Investment Committee Chairman