

**MINUTES**  
**INVESTMENT COMMITTEE MEETING**  
**FIRE AND POLICE PENSION FUND, SAN ANTONIO**  
**TUESDAY, JUNE 23, 2015**  
**PENSION OFFICE – 9:00 A.M.**

Roll Call	Mr. Smith called the meeting to order at 9:05 A.M.
Committee Members Present	Jim Smith, Police Representative; Dean Pearson, Fire Representative; Harry Griffin, Police/Retiree Representative
Committee Members Absent	Larry Reed, Fire/Retiree Representative; Art Hall, Mayoral Designee; J.T. Trevino, Fire Representative
Others Present	Warren Schott, Executive Director; Mark Gremmer, Deputy Director; Matthew O'Reilly, CIO; Will Albright, Investment Analyst; Tyler DuBose, Investment Analyst

Mr. Smith called the meeting to order at 9:05 AM

**Approval of Minutes on May 20, 2015**

- Mr. Griffin made the motion to approve the minutes of the May 20th Investment Committee meeting. The motion carried unanimously.

**AQR**

- Discussions were held about AQR and the theory and application of risk parity. Representatives from NEPC and AQR attended the Investment Committee and informed the committee members about future expectations of risk parity and how the strategy is involved in a portfolio.

**Core Real Estate Search Finalist Presentations**

- Discussions were held regarding the core real estate search. Representatives from JP Morgan, Morgan Stanley, and USAA were in attendance and provided their respective strategy for core real estate.
- Mr. Griffin made the motion to terminate Clarion and Principal and invest \$50 million in USAA's Eagle Real Estate Fund and \$38 million to the JP Morgan Strategic Property Fund. The motion carried unanimously.

**Private Debt Search**

- Discussions were held regarding launching a private debt search.
- Mr. Griffin made the motion to launch a private debt search. The motion carried unanimously.

## **Rebalance**

- Every year the Investment Committee discusses rebalancing the asset allocation targets. Since the current asset allocation is near the policy targets, rebalancing is not needed at this time. Staff will continue to monitor the parameters and let the Investment Committee know if a rebalance is needed.

## **Emerging Manager Real Assets Search**

- Discussions were held regarding launching a Real Assets Search within the emerging manager program.
- Mr. Griffin made the motion to launch a Real Assets Search within the emerging manager program. The motion carried unanimously.

## **Profit Investments**

- Discussions were held about the existing investment with Profit Investments. As a legacy holding from Capital Prospects, Attucks informed staff of a large redemption from other Profit clients. The Investment Committee decided to terminate Profit Investment and invest the proceeds into the existing Russell 1000 Core Index.
- Mr. Griffin made the motion to terminate Profit Investments and invest the proceeds into the existing Russell 1000 Core Index.

## **LSV Performance**

- Discussions were held regarding LSV Investment performance and their holding in Tesco. Since inception, LSV's performance is meeting the benchmark and the Tesco stock did perform poorly however, it was only a 1% position.

## **GIPS Standards**

- Discussions were held regarding a follow-up request about managers that are GIPS compliant. Staff provided information that all existing managers in the main portfolio are GIPS compliant.
- **ADJOURNMENT:** Mr. Pearson made a motion to adjourn at 1:40 PM and carried unanimously.

Approved this \_\_\_\_ day of \_\_\_\_\_, 2015.

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Shawn Ury, Investment Committee Chairman