

**PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM  
BOARD OF TRUSTEES MEETING  
MINUTES  
DECEMBER 29, 2010**

Mr. Brian Tobin, Trustee, Chairman - excused  
 Ms. Lori Roediger, Trustee, Vice Chairperson - telephonic  
 Mr. Tim Dunne, Trustee - telephonic  
 Mr. Gregory Ferguson, Trustee - excused  
 Mr. Alan Maguire, Trustee - telephonic  
 Mr. Jeff McHenry, Trustee - telephonic  
 Ms. Randie Stein, Trustee – in person

Mr. Jim Hacking, Administrator  
 Ms. Tracey Peterson, Assistant Administrator, COO  
 Mr. Ryan Parham, Assistant Administrator, CIO  
 Mr. Marty Anderson, Deputy CIO  
 Mr. Mark Steed, Senior Analyst  
 Ms. Gail Nova, Administration Manager  
 Ms. Bridget Feeley, Internal Audit and Compliance Officer  
 Mr. Marc Lieberman, Partner, Kutak Rock - telephonic

Call to Order; Roll Call; Opening remarks.....Mr. Brian Tobin  
 .....Board Chairman  
 .....Ms. Lori Roediger  
 .....Vice Chairperson

The meeting was called to order by Ms. Lori Roediger, Vice Chairperson at 1:46 p.m. Roll was called for attendance: Mr. Dunne, Mr. Maguire, Mr. McHenry, Ms. Stein and Ms. Roediger.

1. Presentation by Investment Department Staff and discussion and possible appropriate **Action** regarding clarification that in situations where an underlying secondary investment through either the ORG AZ Secondary Opportunity Fund or the StepStone AZ Secondary Opportunities Fund is in the same fund in which the Arizona PSPRS Trust already has made a direct investment, the capital commitment authorized by the Board for the direct investment in such fund shall not limit the Trust's secondary investment in the same fund so long as both the direct and secondary investments are separately accounted for in the Trust's books and records.....Mr. Ryan Parham  
 ..... Chief Investment Officer  
 .....Mr. Marty Anderson  
 .....Deputy Chief Investment Officer

Mr. Ryan Parham, Chief Investment Officer presented background for this agenda item.

<b>MOTION 12-75-10</b>	At 12:50 p.m.
<b>Motion:</b>	To move that the System's Restated Statement of Investment Policy be amended to expressly reflect, in Section V thereof, that in situations where an underlying secondary investment through the ORG AZ Secondary Opportunity Fund, the Stepstone AZ Secondary Opportunities Fund (or any of the System's other secondary funds) is in the same partnership or fund in which the Arizona PSPRS Trust already has made a direct investment, the capital commitment authorized by the Board for the direct investment in such partnership or fund shall not limit the Trust's secondary investment in the same partnership or fund so long as both the direct and secondary investments are separately accounted for in the Trust's books and records.
<b>Moved by:</b>	Ms. Lori Roediger
<b>Seconded by:</b>	Mr. Alan Maguire
<b>Discussion:</b>	
<b>In Favor:</b>	Ms. Roediger, Mr. Dunne, Mr. McHenry, Ms. Stein
<b>Opposed:</b>	Mr. Maguire
<b>Motion Passes:</b>	Passes

Mr. Parham stated that since agenda item 1 was approved, there is no need to continue to agenda items 3 and 4.

2. Presentation by Investment Department Staff and discussion and possible **Action** regarding a possible investment of up to \$8 million in the ORG Secondary Fund or appropriate feeders, blockers or parallel funds of same that will be allocated to acquire a secondary interest in Harrison Street Real Estate Partners II in which the Arizona PSPRS Trust also has a prior direct investment commitment. This action would not increase the commitment to the ORG Secondary Fund or the Trust's direct commitment to Harrison Street Real Estate Partners II. ....  
.....Mr. Ryan Parham  
..... Chief Investment Officer  
.....Mr. Marty Anderson  
.....Deputy Chief Investment Officer
  
3. Presentation by Investment Department Staff and discussion and possible **Action** regarding a possible investment of up to \$8 million in the ORG Secondary Opportunity Fund, L.P. or appropriate feeders, blockers or parallel funds of same that will be allocated to acquire a secondary interest in Blackstone Real Estate Partners Fund VI, L.P., in which the Arizona PSPRS Trust also has a prior direct investment commitment. This action would not increase the commitment to the ORG Secondary Fund or the Trust's direct commitment to Blackstone Real Estate Partners Fund VI.....Mr. Ryan Parham  
..... Chief Investment Officer  
.....Mr. Marty Anderson  
.....Deputy Chief Investment Officer
  
4. Call to the Public:

**This is the time for the public to comment. Members of the Board of Trustees may not discuss items that are not specifically identified on the agenda, except to address criticism from the public. Therefore, pursuant to A.R.S. § 38-431.01(H), the Board of Trustees' reaction to any public comment is limited to addressing criticism or recommending that the Board of Trustees or Staff respond or study such comment or schedule the subject matter for further consideration at a later date after appropriate notice.**

No members of the public were present.

5. Set the next meeting date.

The next meeting will be held January 26, 2011.

6. Adjournment

**A copy of the agenda background material that is provided to the Board of Trustees (with the exception of materials relating to possible executive sessions and/or materials exempt by law from public inspection) is available for public inspection at the PSPRS offices located at 3010 East Camelback Road, Suite, 200, Phoenix, Arizona. The agenda is subject to revision up to 24 hours prior to the meeting.**

<b>MOTION 12-76 -10</b>	At 12:53 p.m.
<b>Motion:</b>	To adjourn
<b>Moved by:</b>	Ms. Roediger
<b>Seconded by:</b>	Mr. Dunne
<b>Discussion:</b>	None
<b>In Favor:</b>	Unanimous
<b>Motion Passes:</b>	Passes

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Ms. Lori Roediger, Vice Chair Person

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Mr. Tim Dunne, Trustee

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Ms. Randie Stein, Trustee

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Mr. Jeff McHenry, Trustee

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Mr. Alan Maguire, Trustee