AGENDA

The Meeting of the Board of Trustees of the Public Safety Personnel Retirement System (the “PSPRS” or “System”) will be held in the main public conference room of the administrative offices of PSPRS, 3010 East Camelback Road, Suite 200, Phoenix, Arizona 85016, commencing at 12:30 p.m. on Wednesday, April 26, 2017. The meeting will continue until 5:00 p.m. or until the matters set forth in this agenda are otherwise addressed. Members of the Board of Trustees will attend either in person or by telephonic conference call. The Board of Trustees may vote to hold an executive session, which will not be open to the public, to discuss certain matters. The Board of Trustees reserves the right to consider agenda items out of their listed order.

This meeting is available to the public through “Go to Meeting” over the Internet or in person. Please see www.psprs.com for the computer link to the meeting. All persons wishing to attend are invited.

1. Call to Order; Pledge of Allegiance; Roll Call; Opening remarks.

   Mr. Brian P. Tobin
   Chairman

2. 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.

3. Appropriate Action for approval of the items on the Consent Agenda (documentation concerning the matters on the consent agenda may be reviewed at the PSPRS office). Any matter on the Consent Agenda will be removed from the Consent Agenda and discussed as a regular agenda item upon the request of any member of the Board of Trustees.

   a. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Frank Fontes.

   b. Acceptance of Elected Officials’ Retirement Plan of termination of normal retirement benefit of Roy W. Hudson.

   c. Acceptance of Elected Officials’ Retirement Plan of termination of normal retirement benefit of John Olsen.


   e. Acceptance of Transfer Between State Retirement Systems of Lisa Whittaker.
f. Acceptance of Transfer Between State Retirement Systems of Patricia Brescia.
g. Acceptance of Transfer Between State Retirement Systems of Ralph Lucas.
h. Acceptance of Transfer Between State Retirement Systems of Timothy Clark.
i. Acceptance of Transfer Between State Retirement Systems of Seth Turken.
j. Acceptance of Transfer Between State Retirement Systems of Bryan Jeffries.
k. Acceptance of Transfer Between State Retirement Systems of George Manera.
l. Acceptance of Transfer Between State Retirement Systems of John Armstrong.
m. Acceptance of Transfer Between State Retirement Systems of Barbara Ann Hendricks.
n. Acceptance of Transfer Between State Retirement Systems of Nicholas Holladay.
o. Acceptance of Transfer Between State Retirement Systems of Giovanni Filipelli.
p. Acceptance of Transfer Between State Retirement Systems of Lillian Melander.
q. Acceptance of Transfer Between State Retirement Systems of Stanley Mondragon.
r. Acceptance of Transfer Between State Retirement Systems of Lainn Caldwell.
s. Acceptance of Transfer Between State Retirement Systems of Robert Welch.
t. Acceptance of Transfer Between State Retirement Systems of Emilio Rivera.
u. Approval of the Minutes of the March 28, Special Work Study Session Meeting and March 29, Meeting of the PSPRS Board of Trustees.

Mr. Brian P. Tobin


Mr. Jim Keeler
Program Director
Nationwide Retirement Solutions

Report by Mr. William Davis, Chairman of the Investment Committee, regarding agenda items 5 through 9, which were discussed at the Investment Committee meeting held today, April 26, 2017, on or after 9:00 a.m., and possible Action on the Committee’s recommendations to the Board regarding same.
Written report by Investment Department Staff regarding Portfolio Risk as of February 28, 2017.

Mr. Owen Zhao
Portfolio Analyst - Risk

Written report by Investment Department Staff and discussion regarding (i) the Month-End and Fiscal Year-to-Date performance for the PSPRS Trust as of February 28, 2017; and (ii) written report regarding the asset allocation and performance of the Firefighters and Peace Officers Cancer Insurance Program.

Ms. Vaida Maleckaite
Director of Investment Services

Presentation and discussion by Investment Department Staff and Consultants regarding the annual Overview and Strategic Plan for the Real Assets portfolio.

Mr. Shan Chen, Lead Portfolio Manager
Mr. Mark White, Albourne
Mr. Allan Martin, NEPC
Mr. Ed Schwartz, ORG

Discussion of fees in alternative asset classes, the recovery of fees and the negotiation of fee structures.

Mr. Ryan Parham
Assistant Administrator and Chief Investment Officer
Mr. Mark Steed
Deputy Chief Investment Officer and Chief of Staff
Mr. Allan Martin
Mr. Ed Schwartz
Mr. Mark White

Disclosure by Investment Department Staff of the following Manager Selection Matters:

A. New and Potential Investments Considered During Prior Period:

1. Disclosure of a potential investment of up to $50 million for purposes of direct investment with Comvest Capital IV, L.P., subject to final Staff and legal due diligence. This investment will be allocated to PSPRS Asset Class: Private Credit.

B. Finalized and Executed Transactions During Prior Period:

1. KKR Asian Fund III; Committed amount up to $40 million direct and a reserve allocation of up to $20 million for purposes of co-investment; Date Closed: March 31, 2017. This investment is allocated to PSPRS Asset class: Private Equity.

C. Investments Completely Liquidated During Prior Period:

1. Gracie Zona Fund; This investment was allocated to the PSPRS Asset Class: Fixed Income.

2. Bridgewater Pure Alpha Major Markets Fund; This investment was allocated to PSPRS Asset Class: GTAA.
Presentation by Mr. Bryan Raines, Chairman of the Operations, Governance Policy and Audit Committee, regarding agenda items 10 through 20, which were discussed at the Operations, Governance Policy and Audit Committee meeting held today, April 26, 2017, on or after 10:30 a.m., and possible Action on the Committee’s recommendations to the Board regarding same.

   Mr. Dave DeJonge  
   Deputy Administrator

11. Presentation of the Month-to-Date Budget Report for FY 2017 and possible Action on same.  
   Mr. John Hendricks  
   Manager of Finance and Accounting

12. Presentation of the Local Board & Employer Outreach Report and possible Action.  
   Mr. Don Mineer  
   Local Board Training Coordinator

13. Presentation of the Strategic Plan Progress Report and possible Action.  
   Mr. John Briney  
   Enterprise Systems Architect

14. Presentation of the Requests for Local Board Rehearing Report for the current month and possible Action.  
   Ms. Michelle Pechan  
   Paralegal

15. Presentation on PSPRS communication efforts and possible Action.  
   Mr. Christian Palmer  
   Communications Director

16. Review and discussion regarding law firms' billings for legal services performed in March, 2017.  
   Ivy Voss, Esq.  
   Assistant Attorney General

17. Review, discussion and possible Action on pending and passed legislative actions and potential legislative proposals.  
   Jared A. Smout

18. Review, discussion and possible Action on compliance and internal audit roles.  
   Mr. Jared A. Smout  
   Mr. Dave DeJonge

19. Review, discussion and possible Action with respect to the FY2018 PSPRS Administrative Budget.  
   Mr. Jared A. Smout

   Mr. Dave DeJonge
21. Update and discussion on the progress of the PSPRS DC Committee in the contract for a third party administrator/record keeper, separate RFP for an education provider, and possible Action of delegating decision and contractual authority to the Committee and Committee Chair, respectively, for an education provider.

    Mr. William T. Buividas
    Vice Chairman
    Chairman of the Arizona PSPRS Defined Contribution Committee

22. Discussion and possible Action on expanding the PSPRS DC Committee's role to include oversight of the PSPRS DC Disability Program, PSPRS Supplemental Defined Contribution Plan, and the Elected Officials' Defined Contribution Retirement System and Disability Program.

    William T. Buividas

23. Discussion and appropriate Action regarding Board of Trustee member requests to participate in training, educational and due diligence opportunities.

    Mr. Brian P. Tobin

24. Discussion and consultation with legal counsel and Staff and possible Action regarding proposed legislation, investment matters, ongoing, contemplated or threatened legal action involving the Trust and Plans, including vendor disputes, public record requests, personnel matters and actual or potential litigation and claims based on contract, tort or statute, including matters involving, judges Thompson and Hall. The Board may vote to discuss these matters in Executive Session pursuant to A.R.S. §§ 38-431.03(A)(1), (2), (3), (4) and (7) as set forth in item 25.

25. The Board of Trustees may vote to go into Executive Session (which will not be open to the public) to discuss matters pursuant to A.R.S. §§ 38-431.03(A)(1), (2), (3), (4) and (7), as applicable, including to receive legal advice from the Board's attorneys on any matter listed on the agenda, including:

    a. Discussion and consultation with legal counsel and Staff regarding matters arising from public record requests or subpoenas, and ongoing or threatened legal action or claims involving the Plans or Trust not otherwise referenced above in Item 24, including but not limited to those involving the status of lawsuits challenging provisions of SB1609, as authorized by A.R.S. §§ 38-431.03(A)(2), (3).

    b. Update and discussion on personnel matters, as authorized by A.R.S § 38-431.03(A)(1).

26. Schedule future meeting date(s). (Currently scheduled for Wednesday, May 31, 2017.)

27. 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.

Persons with a disability may request a reasonable accommodation, such as a sign language interpreter, by contacting Michelle Pechan, Paralegal, at (602) 255-5575. Requests should be made as early as possible to arrange the accommodation.