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 1:00 p.m. on Wednesday, August 26, 2015. 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; 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 Rebecca W. Berch.

   b. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of A. Craig Blakely II.

d. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Peter Cahill.

e. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Boyd Dunn.


g. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Marlin F. Gillespie.

h. Acceptance of Elected Officials’ Retirement Plan of survivor benefit of Joni Gillespie.

i. Acceptance of Elected Officials’ Retirement Plan of termination of survivor benefit of Stella Glenn.

j. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Bethany G. Hicks.


l. Acceptance of Elected Officials’ Retirement Plan of termination of normal retirement benefit of Lowell Huggins.

m. Acceptance of Elected Officials’ Retirement Plan of survivor benefit of Mary Ann Huggins.

n. Acceptance of Elected Officials’ Retirement Plan of termination normal retirement benefit of Michael Irwin.

o. Acceptance of Elected Officials’ Retirement Plan of survivor benefit of Phyllis Irwin.


q. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Julie P. Newell.

r. Acceptance of Elected Officials’ Retirement Plan of termination of normal retirement benefit of Freddie C. Ramos.

s. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Anne F. Segal.

t. Acceptance of Elected Officials’ Retirement Plan of termination of normal retirement benefit of Billy F. Walker.
u. Acceptance of Transfer Between State Retirement Systems of David Chrispen.

v. Acceptance of Transfer Between State Retirement Systems of James Kline.

w. Acceptance of Transfer Between State Retirement Systems of Timothy Maloney.

x. Acceptance of Transfer Between State Retirement Systems of Carlos Rodriguez.

y. Acceptance of Transfer Between State Retirement Systems of John Armstrong.

z. Acceptance of Transfer Between State Retirement Systems of Danny Harrison.

aa. Acceptance of Transfer Between State Retirement Systems of Louis Szilagi.

bb. Acceptance of Transfer Between State Retirement Systems of Lynn Howe.

c. Acceptance of Transfer Between State Retirement Systems of Jilber Altounian.

dd. Acceptance of Transfer Between State Retirement Systems of Craig Blakey.

e. Acceptance of Transfer Between State Retirement Systems of Scott Mueller.

ff. Acceptance of Transfer Between State Retirement Systems of Sean Hall.

gg. Acceptance of Transfer Between State Retirement Systems of Robert Lenz.

hh. Acceptance of Transfer Between State Retirement Systems of Troy Navarro.

ii. Acceptance of Transfer Between State Retirement Systems of Steven Copp.

jj. Acceptance of Transfer Between State Retirement Systems of Michelle Lassila.


II. Acceptance of Transfer Between State Retirement Systems of Raymond O'Neill.

mm. Acceptance of Transfer Between State Retirement Systems of Kenneth Leikem.

nn. Acceptance of Transfer Between State Retirement Systems of Deborah Machin.
Acceptance of Transfer Between State Retirement Systems of Suzanne Gust.

Acceptance of Transfer Between State Retirement Systems of Marc Goldberg.

Acceptance of Transfer Between State Retirement Systems of Sean Hall.

Acceptance of Transfer Between State Retirement Systems of Emery Hudson.

Acceptance of Transfer Between State Retirement Systems of Kippy Compton.

Acceptance of Transfer Between State Retirement Systems of Kevin Nonaka.

Acceptance of Transfer Between State Retirement Systems of Paul D. Matson.

Acceptance of Transfer Between State Retirement Systems of Anthony Mennella.

Acceptance of Transfer Between State Retirement Systems of Mary Walsh-Navarro.

Acceptance of Transfer Between State Retirement Systems of Matthew Graner.

Acceptance of Transfer Between State Retirement Systems of Jilber Altounian.

Acceptance of Transfer Between State Retirement Systems of Scott Miller.

Acceptance of Transfer Between State Retirement Systems of Steve Martos.

Acceptance of Transfer Between State Retirement Systems of Michael Cornelius.

Acceptance of Transfer Between State Retirement Systems of John Meyer.

4. Appropriate Action regarding the Minutes of the June 17, 2015 Meeting; and Minutes of the August 13, 2015 Special Meeting of the PSPRS Board of Trustees.

   Mr. Brian P. Tobin

Report by Mr. Lauren Kingry, Chairman of the Investment Committee, regarding agenda items 5. through 13., which were discussed at the Investment Committee meeting held today, August 26, 2015, on or after 10:00 a.m., and possible Action on the Committee’s recommendations to the Board regarding same.

5. Written report and possible discussion of monthly review of Management Fees.

   Ms. Bridget Feeley
   Internal Audit and Compliance Officer
6. Report by the System’s Internal Audit and Compliance Officer and discussion regarding investment compliance, holdings and transactions as of June 30, 2015.
   
   Ms. Bridget Feeley

7. Report by Investment Department Staff regarding Portfolio Risk as of Fiscal Year Q4 2015.
   
   Mr. Mark Steed
   Lead Portfolio Manager and Chief of Staff
   Mr. Owen Zhao
   Portfolio Analyst - Risk

8. Presentation and discussion by NEPC representative(s) on the Fourth Fiscal Quarter (Second Calendar Quarter) investment performance and the 2015 Fiscal Year investment performance for the Arizona PSPRS Trust.
   
   Mr. Allan Martin
   NEPC, LLC.

9. Presentation by Alborne Consultants and discussion by Investment Department Staff and Consultants regarding the annual Overview and Strategic Plan for the Absolute Return portfolio.
   
   Mr. Ryan Parham
   Assistant Administrator and Chief Investment Officer
   Mr. Lincoln Smith
   Alborne Consultants

10. Disclosure by Staff of the following manager selection matters:

    a. Disclosure of a potential investment of up to $50 million with Ridgewood Energy Oil & Gas Fund III, LP or its affiliates in the Ridgewood Energy Oil & Gas Fund, subject to final Staff and legal due diligence.

    b. Disclosure of a potential investment of up to $101 million with Melody Telecom Land Fund GP, LLC, or its affiliates in the Melody Telecom Land Onshore Fund, subject to final Staff and legal due diligence.

    c. Disclosure of a potential investment of up to €35,000,000 with Patron Capital GP V, LP, or its affiliates, in the Patron Capital Feeder V Fund, subject to final Staff and legal due diligence.

    d. Disclosure of a potential investment of up to $100 million with Crestline CS 3000 Fund or its affiliates in the Crestline CS 3000 Fund, subject to final Staff and legal due diligence.

    e. Disclosure of a potential investment of up to $80 million in the Myriad Opportunities Fund, subject to final Staff and legal due diligence.

   Mr. Martin Anderson
   Deputy Chief Investment Officer

11. Disclosure of closed transactions for the period June 11, 2015 through August 12, 2015:
a. Ridgewood Energy Oil & Gas Fund III., LP; Date Closed: June 30, 2015;

b. Melody Telecom Land Onshore Fund; Dated Closed: June 30, 2015;

c. Sterling Group Partners IV., LP Fund; Date Closed: June 30, 2015;

d. Patron Capital Feeder V Fund; Date Closed: July 9, 2015;

e. Blackrock Mortgage Offshore Investors; Redemption complete July 15, 2015;

f. Crestline CS 3000 Fund; Date Closed: July 30, 2015.

12. Disclosure of terminated transactions for the period June 11, 2015 through August 12, 2015:

   a. Potential transaction with a Systematic Trading Strategy was terminated due to removal of legal language which prevented PSPRS entering into the investment and as transaction became structurally unworkable for PSPRS.

      Jennifer Eichholz, Esq.

13. Updated report by Investment Department Staff and discussion regarding (i) the Month-End and Fiscal Year-End performance for the PSPRS Trust as of June 30th, 2015; and (ii) updated written report regarding the asset allocation and performance of the Firefighters and Peace Officers Cancer Insurance Program for the same period.

      Ms. Vaida Maleckaite
      Sr. Investment Operations Analyst


      Mr. Jim Keeler, Program Director
      Nationwide

Presentation by Mr. Gregory Ferguson, Chairman of the Operations, Governance Policy and Audit Committee, regarding agenda items 15. through 21., which were discussed at the Operations, Governance Policy and Audit Committee meeting held today, August 26, 2015, on or after 11:00 a.m., and possible Action on the Committee's recommendations to the Board regarding same.

15. Presentation of the Month-to-Date Budget Report for FY 2016 and possible Action on same.

      Mr. John Hendricks
      Manager of Finance and Accounting
16. Update on the progress of the Local Board Training Program and discussion and possible **Action** regarding the same.
   
   *Mr. Robert Ortega*
   
   **Local Board Training Coordinator and Human Resources Manager**
   
   *Mr. Don Mineer*
   
   **Local Board Training Specialist**

17. Presentation of the "Requests for Local Board Rehearing" Report for the current month.
   
   *Mr. Jared A. Smout*
   
   **Deputy Administrator**

18. Review and discussion regarding law firms' billings for legal services performed in June and July, 2015.
   
   *Mr. Jared A. Smout*

   
   *Ms. Bridget Feeley*

20. Discussion and possible **Action** regarding the various interest and other rates utilized by the PSPRS, CORP and EORP in a variety of situations and establishing a policy to periodically review and revise as necessary.
   
   *Mr. Jared A. Smout*

21. Discussion and possible **Action** regarding future proposed legislation.
   
   *Mr. Jared A. Smout*

22. Discussion and possible **Action** regarding the use of legal counsel and their scope of work.
   
   *Mr. Jared A. Smout*
   
   **Ivy N. Voss, Esq.**
   
   **Assistant Attorney General**
   
   **Jennifer Eichholz, Esq.**

23. Discussion and possible **Action** regarding the interpretation of total return as used in ARS § 38-856.
   
   *Mr. Jared A. Smout*

24. Update, discussion and possible **Action** on the System Administrator position and other personnel matters.
   
   *Mr. Brian P. Tobin*

25. Discussion and appropriate **Action** regarding Board of Trustee member requests to participate in training, educational and due diligence opportunities.
   
   *Mr. Brian P. Tobin*
Discussion and consultation with legal counsel and Staff and possible Action regarding IRS determination letter requests, 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, retired judges Fields and Lankford, retired police officers Rappleyea and Everson, active police officers Parker, Griego, Manganiello and Robles, the Pivotal Group, the Seldins, Bank of America and Stroh Ranch Development and Timbervest. 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 27.

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) and (4), 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 Anton Orlich, Andrew Carriker, Ken Fields, Mark Selfridge, Paul Corens, the Seldins and the status of lawsuits challenging provisions of S. B. 1609, as authorized by A.R.S. §§ 38-431.03(A) (2), (3).

b. Discussion and consultation with legal counsel for the purpose of receiving legal advice regarding the use of legal counsel, as authorized by A.R.S. § 38-431.03(A)(3).

c. Discussion with legal counsel regarding the interpretation of total return as used in ARS § 38-856, as authorized by A.R.S. § 38-431.03(A) (3).

d. Update and discussion on the System Administrator position and other personnel matters, as authorized by A.R.S § 38-431.03(A)(1).

Schedule future meeting date(s). (Currently scheduled for Wednesday, September 30, 2015.)

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.