PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM
BOARD OF TRUSTEES MEETING

October 21, 2015

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, October 21, 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.


   b. Acceptance of Elected Officials’ Retirement Plan of normal retirement benefit of Rebecca Berch.

   c. Acceptance of Elected Officials’ Retirement Plan of survivor benefit of Karen Pacheco.

e. Acceptance of Transfer Between State Retirement Systems of Shelley Munos.

f. Acceptance of Transfer Between State Retirement Systems of Melissa Schmit.

g. Acceptance of Transfer Between State Retirement Systems of Brenda McMullen.

h. Acceptance of Transfer Between State Retirement Systems of Jordan Flake.

i. Acceptance of Transfer Between State Retirement Systems of Linda Abbott.

j. Acceptance of Transfer Between State Retirement Systems of Ellie Brown.

k. Acceptance of Transfer Between State Retirement Systems of Mark Chastain.

l. Acceptance of Transfer Between State Retirement Systems of Elizabeth Lenzen.

m. Acceptance of Transfer Between State Retirement Systems of Sean Donegan.

n. Acceptance of Transfer Between State Retirement Systems of Daniel Seville.

o. Acceptance of Transfer Between State Retirement Systems of Eric Encinas.

p. Acceptance of Transfer Between State Retirement Systems of Mathew Reader.

q. Acceptance of Transfer Between State Retirement Systems of Marc Conrath.

r. Acceptance of Transfer Between State Retirement Systems of Roger Allen.

s. Acceptance of Transfer Between State Retirement Systems of Timothy Kvochick.

t. Acceptance of Transfer Between State Retirement Systems of Marcus Teague.

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

v. Acceptance of Transfer Between State Retirement Systems of Benjamin Marx.

w. Acceptance of Transfer Between State Retirement Systems of Oscar Reyna.

x. Acceptance of Transfer Between State Retirement Systems of Scott Hyatt.
Acceptance of Transfer Between State Retirement Systems of Anna Avila.

Acceptance of Transfer Between State Retirement Systems of Lidice Nava.

Acceptance of Transfer Between State Retirement Systems of George Rios.

Acceptance of Transfer Between State Retirement Systems of Todd Liston.

Acceptance of Transfer Between State Retirement Systems of Jantra Palmer.

Acceptance of Transfer Between State Retirement Systems of Matthew Sanford.

Acceptance of Transfer Between State Retirement Systems of Chris Garretson.

Approval of the Minutes of the September 30, 2015 Meeting of the PSPRS Board of Trustees.

Report by Mr. Lauren Kingry, Chairman of the Investment Committee, regarding agenda items 4. through 10., which were discussed at the Investment Committee meeting held today, October 21, 2015, on or after 11:00 a.m., and possible Action on the Committee’s recommendations to the Board regarding same.

4. Report by the System’s Internal Audit and Compliance Officer and discussion regarding investment compliance, holdings and transactions as of August 31, 2015.

   Ms. Bridget Feeley
   Internal Audit and Compliance Officer

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

   Ms. Bridget Feeley

6. Written report by Investment Department Staff regarding Portfolio Risk as of August 31, 2015.

   Mr. Owen Zhao
   Portfolio Analyst - Risk

7. Short presentation and discussion by NEPC representative(s) regarding recent additions to the Redwood City office team and comments by NEPC on general market conditions.

   Mr. Don Stracke
   NEPC, LLC.

8. Disclosure by Investment Department Staff of the following manager selection matters:

   a. Disclosure of an investment of up to €35 million direct and a reserve allocation of up to €20 million for co-investment purposes with Benson Elliot Real Estate Partners IV, L.P. in the Bensell US Feeder IV-B, L.P. Fund, subject to final Staff and legal due diligence.
b. Disclosure of an investment of up to $80 million with Pinebridge Structured Capital Partners III, L.P., subject to final Staff and legal due diligence.

c. Disclosure of an investment of up to $40 million direct and a reserve allocation of up to $20 million for co-investment purposes with Walton Street Managers VIII, L.P. in the Walton Street Real Estate Fund VIII, L.P., subject to final Staff and legal due diligence.

d. Disclosure of a potential investment of up to $25 million direct and a reserve allocation of $5 million for co-investment purposes with Tritium I., L.P. or its affiliates, subject to final Staff and legal due diligence.

Mr. Marty Anderson
Deputy Chief Investment Officer

9. 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 August 31, 2015; and (ii) written report regarding the asset allocation and performance of the Firefighters and Peace Officers Cancer Insurance Program.

Ms. Vaida Maleckaite
Sr. Investment Analyst

10. Report by Investment Department Staff and discussion regarding the Trust’s securities lending program as of first half of the Calendar Year 2015 (as of June 30th, 2015).

Ms. Vaida Maleckaite

Presentation by Mr. Gregory Ferguson, Chairman of the Operations, Governance Policy and Audit Committee, regarding agenda items 11. through 18., which were discussed at the Operations, Governance Policy and Audit Committee meeting held today, October 21, 2015, on or after 11:00 a.m., and possible Action on the Committee’s recommendations to the Board regarding same.

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

Mr. John Hendricks
Manager of Finance and Accounting

12. 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

13. Presentation of the "Requests for Local Board Rehearing" Report for the current month.

Mr. Jared A. Smout
Administrator

14. Review and discussion regarding law firms' billings for legal services performed in September, 2015.

Mr. Jared A. Smout
15. **Report and possible Action** on FY 2016 Compliance and Internal Audit Plan.  
   *Ms. Bridget Feeley*

16. Update and discussion on the progress of implementing the Auditor General Recommendations as agreed to in their Performance Audit and Sunset Review.  
   *Mr. Jared A. Smout*

17. Presentation, discussion and possible **Action** regarding the PSPRS Statement of Purpose and Governing Principles.  
   *Mr. Jared A. Smout*

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

19. **Presentation** by Gabriel, Roeder, Smith & Company (GRS) representatives regarding the results of the FY 2015 actuarial valuations for the PSPRS, CORP and EORP.  
   *Mr. Mark Buis, FSA, FCA, EA, MAAA*  
   Senior Consultant  
   *Mr. James D. Anderson, FSA, EA, MAAA*  
   Senior Consultant  
   *Mr. Francois Pieterse, A.S.A, M.A.A.A.*  
   Consultant  
   **Gabriel, Roeder, Smith & Company**

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

21. Appointment by the Chairman of the Board of Trustees of the members of the Investment Committee and Operations, Governance Policy and Audit Committee.  
   *Mr. Brian Tobin*

22. **Discussion and appropriate Action** regarding Board of Trustee member requests to participate in training, educational and due diligence opportunities.  
   *Mr. Brian P. Tobin*

23. 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, Anton Orlich, the Pivotal Group, the Seldins, Bank of America, 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 24.
24. 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) and (3).

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

c. Discussion with the System's legal counsel for the purpose of reviewing specific legal documents, and of receiving legal advice concerning said documents, relating to the PSPRS vs. Orlich case, access to which is restricted by court order to the Board of Trustees, the Attorney General's Office and the System's legal counsel, as authorized by A.R.S. §§ 38-431.03(A)(2) and (3).

d. Discussion with the System's legal counsel for the purpose of receiving updates and giving direction to the System's attorneys regarding potential settlement of the PSPRS vs. Orlich case, as authorized by A.R.S. §§ 38-431.03(A)(3) and (4).

25. Schedule future meeting date(s). (Currently scheduled for Wednesday, November 18, 2015.)


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.