

PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM BOARD OF TRUSTEES INVESTMENT COMMITTEE MEETING

NOVEMBER 28, 2018

AGENDA

The Investment Committee of the Board of Trustees of the Public Safety Personnel Retirement System (the "System" or "PSPRS") will meet at the administrative offices of PSPRS, 3010 East Camelback Rd., Suite 200, Phoenix, Arizona, 85016, commencing at 9:30 a.m. on **Wednesday, NOVEMBER 28, 2018**. Members of the Investment Committee will attend either in person or by telephonic conference call. The meeting will continue until 12:30 p.m. or until the matters set forth in this agenda are otherwise addressed. All persons wishing to attend are invited. The Investment Committee reserves the right to consider agenda items out of their listed order. The Investment Committee may vote to hold an executive session, which will not be open to the public, to discuss certain matters. A quorum of the Board of Trustees may be present at the Investment Committee meeting; however, only the members of the Investment Committee shall participate in the discussion and the action of the Investment Committee.

1. Call to Order, Roll Call, Opening Remarks.

*Mr. Donald Smith
Investment Committee Chairman*

2. Review, discussion and possible **Action** to approve Investment Committee Minutes from August 29, 2018.

Mr. Donald A. Smith

3. Written report by Compliance Officer regarding quarterly investment manager compliance as of September 30, 2018.

*Mr. Tim Jackson
Compliance Officer*

4. Written report regarding the Trust's Securities Lending program.

*Ms. Vaida Maleckaite
Director of Investment Services*

5. Presentation and written reports by Investment Department Staff regarding Portfolio Risk as of August 31, 2018 and September 30, 2018.

*Mr. Owen Zhao
Portfolio Analyst - Risk*

6. Written reports 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, 2018 and September 30, 2018; and (ii) written report regarding the asset allocation and performance of the Firefighters and Peace Officers Cancer Insurance Program.

Ms. Vaida Maleckaite
7. Presentation and discussion by NEPC representatives on the 1st Fiscal Quarter (3rd Calendar Quarter) investment performance and the 2018-2019 Fiscal Year investment performance for the Arizona PSPRS Trust.

*Mr. Allan Martin
NEPC*
8. Chief Investment Officer Report.

*Mr. Mark Steed
Chief Investment Officer
Mr. Allan Martin*
9. Presentation, discussion and possible **Action** regarding PSPRS Investment Policy Statement.

*Mr. Mark Steed
Mr. Allan Martin*
10. Discussion regarding nature and presentation of management fees.

*Mr. Mark Steed
Mr. Allan Martin*
11. Disclosure by Investment Department Staff of the following Manager Selection Matters:
 - A. New and Potential Investments Considered this Period:
 1. Disclosure of a potential investment of up to \$75 million for purposes of direct investment with **Crestline Portfolio Financing Fund**, in the Private Credit portfolio, subject to final Staff and legal due diligence.
 2. Disclosure of a potential investment of up to \$50 million for purposes of direct investment and \$30 million for purposes of co-investment with **TSG8, L.P.** in the Private Equity portfolio, subject to final Staff and legal due diligence.
 - B. Finalized and Executed Transactions During Prior Period:

1. **Iron Point Real Estate Partners IV Fund;** Committed amount up to \$40 million direct and \$40 million for co-investment; Date Closed: August 31, 2018. This investment is allocated to PSPRS Asset class: Real Estate.
2. **Taiga Special Opportunities DAC Fund;** Committed amount of up to \$60 million and \$15 million for co-investments; Date Closed: September 14, 2018; This investment is allocated to the PSPRS Asset class: Private Credit.
3. **Castle Creek Capital Partners VII, L.P. Fund;** Committed amount up to \$45 million; Date Closed: September 26, 2018. This investment is allocated to PSPRS Asset class: Private Equity.
4. **Alcion Real Estate Partners IV Fund;** Committed amount up to \$30 million direct and \$10 million co-investment; Date Closed: October 22, 2018. This investment is allocated to PSPRS Asset class: Real Estate.

12. The Committee may discuss future dates for meetings and direct Staff to place matters on future agendas (currently scheduled for December 19, 2018.)
13. Call to the Public:

This is the time for the public to comment. Members of the Committee may not discuss items that are not specifically identified on the agenda. Therefore, pursuant to A.R.S. § 38-431.01 (H), action taken as a result of public comment will be limited to directing staff to study the matter, responding to any criticism, or scheduling the matter for a later date for further consideration and possible recommendations to the Board of Trustees.
14. Adjournment

A copy of the agenda background material that is provided to the Committee and 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 administrative offices of the Public Safety Personnel Retirement System, 3010 East Camelback Road, Suite 200, Phoenix, Arizona, during regular business hours. 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 Rose Crutcher, ACP, (602) 255-5575. Requests should be made as early as possible to arrange the accommodation.