

# PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM BOARD OF TRUSTEES INVESTMENT COMMITTEE MEETING

APRIL 26, 2017

## AGENDA

The Investment Committee of the Board of Trustees of the Public Safety Personnel Retirement System (the "System" or "PSPRS") will meet in the main conference room of the administrative offices of PSPRS, 3010 East Camelback Rd., Suite 200, Phoenix, Arizona, 85016, commencing at 9:00 a.m. on Wednesday, **APRIL 26, 2017**. 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. William Davis  
Committee Chairman*

2. Review, discussion and possible **Action** to approve Investment Committee Minutes from March 1, 2017 and March 29, 2017.

*Mr. William Davis*

3. Written report by Investment Department Staff regarding Portfolio Risk as of February 28, 2017.

*Mr. Owen Zhao  
Portfolio Analyst - Risk*

4. 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*

5. 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*

6. 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*

7. 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.

8. The Committee may discuss future dates for meetings and direct Staff to place matters on future agendas (currently scheduled for May 31, 2017.)

9. 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.

10. 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, Investments Paralegal, (602) 255-5575. Requests should be made as early as possible to arrange the accommodation.