

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

February 25, 2015

## REVISED 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 Road, Suite 200, Phoenix, Arizona, 85016, commencing at 10:00 a.m. on Wednesday, **February 25, 2015**. Members of the Investment Committee will attend either in person or by telephonic conference call. The meeting will continue until on or before 1:00 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. Lauren Kingry  
Committee Chairman*

2. Review, discussion and possible **Action** to approve Investment Committee Minutes from January 21, 2015.

*Mr. Lauren Kingry*

3. Discussion of monthly review of Management Fees.

*Ms. Bridget Feeley  
Internal Audit and Compliance Officer*

4. Report by Investment Department Staff and discussion regarding (i) the Month-End and Fiscal Year-to-Date performance for the PSPRS Trust as of December 31, 2014; and (ii) written report regarding the asset allocation and performance of the Firefighters and Peace Officers Cancer Insurance Program.

*Ms. Vaida Maleckaite  
Sr. Investment Operations Analyst*

5. Report by Investment Department Staff regarding Portfolio Risk as of February 13, 2015.

*Mr. Mark Lundin  
Deputy Chief Investment Officer - Risk*

6. Presentation and discussion by Investment Department Staff and Specialty Consultants regarding the annual Overview and Strategic Plan for the **Private Equity** portfolio.

**Mr. Shan Chen**  
*Lead Portfolio Manager*  
**Mr. Ian Aaker**  
**Mr. John Kettlich**  
*Stepstone Group LLC*  
**Mr. David Hutchings**  
*Albourne America LLC*

7. Report from NEPC regarding the investment performance of the Arizona PSPRS Trust for the last calendar Quarter ending December 31, 2014.

*Mr. Allan Martin, Partner*  
*NEPC, LLC*

8. Upon the request of any member of the Committee, presentation by staff and possible discussion with the members of the Committee about the following manager selection matters:

- a. Manager Selection Report by Investment Department Staff and possible discussion regarding a potential additional investment of up to \$20 million direct, for a total investment of up to \$50 million with Alcion Capital III, L.P., or its affiliates, in the **Alcion Partners Fund Real Estate Fund III, L.P., Fund**, subject to final Staff and legal due diligence.

*Mr. Marty Anderson*  
*Deputy Chief Investment Officer*

- b. Manager Selection Report by Investment Department Staff and possible discussion regarding a potential investment of up to \$30 million direct and an allocation of up to \$20 million for co-investment with Baring Private Equity Asia Group Limited, or its affiliates, in the **BPE Asia Real Estate Fund, LP.**, subject to final Staff and legal due diligence.

*Mr. Marty Anderson*  
*Deputy Chief Investment Officer*

- c. Manager Selection Report by Investment Department Staff and possible discussion regarding a potential investment of up to \$40 million direct and an allocation of up to \$20 million for co-investment with Vivo Ventures LLC, or its affiliates, in **Vivo Capital Fund VIII, L.P.**, subject to final Staff and legal due diligence.

*Mr. Shan Chen*  
*Lead Portfolio Manager-Private Equity*

9. Upon the request of any member of the Committee, presentation by Staff and possible discussion with the members of the Committee regarding the full redemption of Global Ascent, Ltd., under the Hedge Fund Redemption Policy.

**Mr. Mark Lundin**

*Deputy Chief Investment Officer-GTAA*

**Mr. Martin Anderson**

*Deputy Chief Investment Officer*

10. Closed Transaction Report for the period January 26, 2015, through February 13, 2015

*Jennifer Eichholz, Esq.*

*In-House Investment Counsel*

- a. Alcion Real Estate Partners Fund III, LP; Date Closed: January 30, 2015
- b. Brightwood Capital Fund III; Date Closed: February 3, 2015
- c. GMO Benchmark Free Allocation Fund; Date Closed: February 2, 2015

11. Schedule next meeting. (*Calendared for March 25, 2014*)

12. 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.

13. 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 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.