

PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM BOARD OF TRUSTEES INVESTMENT COMMITTEE MEETING

August 26, 2015

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, AZ, 85016, commencing at 11:00 a.m. on Wednesday, August 26, 2015. Members of the Investment Committee will attend 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 W. Kingry
Committee Chairman*

2. Review, discussion and possible **Action** to approve Investment Committee Minutes from June 17, 2015.

Mr. Lauren W. Kingry

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

*Ms. Bridget Feeley
Internal Audit and Compliance Officer*

4. 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

5. 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*

6. 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.*

7. 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*

8. 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*

9. 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.
10. 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.
11. 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*
12. Schedule future meeting date(s). (Calendared for September 30, 2015.)
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 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.

