

AGENDA



Date: February 14, 2014

A meeting of the Dallas Police and Fire Pension System Investment Advisory Committee will be held at **8:30 a.m. on Thursday, February 20, 2014, in the Second Floor Board Room at 4100 Harry Hines Boulevard, Dallas, Texas.** Items of the following agenda will be presented to the Committee:

A. CONSENT AGENDA

Approval of Minutes

Meeting of January 7, 2014

B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

- 1. Cliffwater LLC**
- 2. Marco Consulting**

3. Possible new investment in Lone Star Fund IX

4. Managed futures update

The Committee may, in its discretion, dispose of any item by any action in the following non-exclusive list: recommend, approval, disapproval, deferral, table, take no action, and receive and file. At the discretion of the Committee, items on this agenda may be considered at times other than in the order indicated in this agenda.

At any point during the consideration of the above items, the Committee may go into Closed Executive Session as per Texas Government Code, Section 551.071 for consultation with attorneys, Section 551.072 for real estate matters, Section 551.074 for personnel matters, and Section 551.078 for review of medical records.

**Police Fire Pension System
Thursday, February 20, 2014
8:30 a.m.
4100 Harry Hines Blvd., Suite 100
Second Floor Board Room
Dallas, TX**

Investment Advisory Committee, Gerald Brown, Chairman, presiding:

ROLL CALL

Committee Members

Present: Tennell Atkins, Gerald D. Brown, Samuel L. Friar, Kenneth S. Haben, Lee M. Kleinman, Richard A. Salinas, Joseph P. Schutz, George J. Tomasovic, Daniel W. Wojcik

Staff Don Rohan, Brian Blake, Summer Loveland, Mike Taylor, John Holt, Corina Terrazas, Ryan Wagner, Milissa Schmidt, Christina Wu, Greg Irlbeck, Linda Rickley

Others Kathleen Barchick, Jaime Feidler, Mark Williams, Gabrielle Zadra, Greg Kinczewski, Maureen O'Brien, Kevin Carlson, Nick Beevers, Richard W. Brown (via teleconference)

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The meeting was called to order at 8:30 a.m.

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A. CONSENT AGENDA

Approval of Minutes

Meeting of January 7, 2014

After discussion, Mr. Haben made a motion to approve the minutes of January 7, 2014, subject to the final approval of the Administrator. Mr. Salinas seconded the motion, which was unanimously approved by the Committee.

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B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Cliffwater LLC

Mr. Blake stated that at the January 7, 2014 Investment Advisory Committee (IAC) meeting, the Committee provided direction to the staff to begin researching investment consulting for educational purposes.

Kathleen Barchick, Senior Managing Director, Jamie Feidler, Senior Managing Director, Mark Williams, Managing Director, and Gabrielle Zadra, Senior Managing Director of Cliffwater, LLC, were present and provided an educational session regarding their services on alternative assets to the IAC.

After discussion, Mr. Tomasovic made a motion to receive and file the Cliffwater presentation. Mr. Haben seconded the motion, which was unanimously approved by the Committee.

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The meeting was recessed at 9:43 a.m.

The meeting was reconvened at 9:57 a.m.

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2. Marco Consulting

Greg Kinczewski, Vice President and General Counsel, and Maureen O'Brien, Assistant Director Proxy Services, of Marco Consulting, discussed their proxy voting services with the IAC. Marco also discussed their general investment consulting services with the IAC.

After discussion, Mr. Atkins made a motion to recommend that the Board hire Marco Consulting to monitor and vote our proxies. Mr. Haben seconded the motion, which was unanimously approved by the Committee.

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3. Possible new investment in the Lone Star Fund IX

Kevin Carlson, Director - Investor Relations, and Nick Beever, Managing Director, of Lone Star Funds, were present to propose a new investment in the Lone Star Fund IX. Lone Star Real Estate Fund IX will make investments in distressed loans and securities including single family residential, corporate and consumer debt products. As with Lone Star Fund VII and Lone Star Fund VIII, the proposed investment would be a Global Fixed Income investment.

Richard W. Brown, Principal, of The Townsend Group, participated via teleconference.

After discussion, Mr. Tomasovic made a motion to recommend Board approval of an investment of \$35 million in Lone Star Fund IX. Mr. Wojcik seconded the motion, which was unanimously approved by the Committee.

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4. Managed futures update

No discussion was held. No motion was made.

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Mr. Rohan stated that there was no further business to come before the Committee. On a motion by Mr. Kleinman and a second by Mr. Atkins, the meeting was adjourned at 12:18 p.m.

[signature]

Gerald D. Brown
Chairman

ATTEST:

[signature]

Richard L. Tettamant
Secretary

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