

Dallas Police and Fire Pension System
Thursday, May 15, 2007
8:30 a.m.
2301 North Akard Street
First Floor Conference Room
Dallas, Texas

Quarterly meeting, Gerald Brown, Chairman, presiding:

ROLL CALL

Board Members

Present: Gerald Brown, Gary W. Edge, Rector C. McCollum, Steven G. Shaw, George Tomasovic, Richard H. Wachsman, and Steven H. Umlor

Absent: Mayor Pro Tem Donald Hill, John M. Mays, and Councilmember Maxine Thornton-Reese

Staff Richard Tettamant, Brian Blake, Mike Taylor, Jerry Chandler, Matt Siekielski, and Talal Ellass

Others Mike Manning, Rhett Humphreys (via telephone), Chuck McKenzie, Steve Saner, William S. Patzer, Ryan R. Fitzpatrick, Eric J. Franco, and Liz Smith

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

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A. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Reports and recommendations of NEPC, including, but not limited to the following:

- a.** Quarterly investment performance report for the first quarter ended March 31, 2007
- b.** Private equity

The reports included the quarterly investment performance for the period ended March 31, 2007, and two private equity reports: a Fourth Quarter 2006 Private Markets Review and a Private Equity Strategic Investment Plan. The investment performance is summarized in the following chart:

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1. Reports and recommendations of NEPC, including, but not limited to the following: (continued)

	First Quarter 2007	1-year	3-year	5-year
Total Fund	2.5%	13.5%	13.9%	12.3%
Financial Composite*	3.2%	15.0%	13.4%	12.0%

*Financial Composite excludes the Real Estate and Alternative Equity Managers.

After discussion, Mr. Wachsman made a motion to receive and file the reports and recommendations of NEPC, including the quarterly investment performance report for the first quarter ended March 31, 2007. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

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2. Amendment to the Clay Finlay contract and guidelines

Mr. Tettamant explained that Clay Finlay, one of the System's international equity investment managers, has proposed certain changes to their investment guidelines. The proposed changes would allow Clay Finlay to invest in any country that is member of the Morgan Stanley Capital International All Country World ex U.S. Index (also known as MSCI ACWI ex. U.S.).

Clay Finlay has been an investment advisor for the System since March of 2002. The approximate value of the international equity portfolio managed by the advisor as of March 31, 2007 is approximately \$228.7 million.

After discussion, Mr. Wachsman made a motion to approve the changes to the guidelines as an amendment to the Clay Finlay investment management contract, subject to the final approval of the Administrator and legal counsel. Mr. Umlor seconded the motion, which was unanimously approved by the Board.

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3. Pension System's monthly financial statements

No action was taken.

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B. BRIEFING ITEMS

Administrator's report

No report was given.

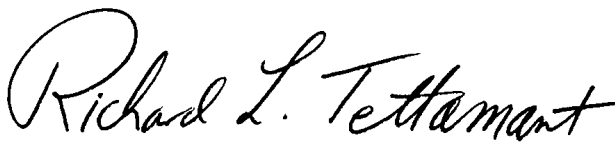
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The Administrator stated that there was no further business to come before the Board. On a motion by Mr. Wachsman and a second by Mr. Umlor, the meeting was adjourned at 10:20 a.m.



Gerald Brown
Chairman

ATTEST:



Richard L. Tettamant
Secretary