

AGENDA



Date: August 6, 2008

A quarterly meeting of the Dallas Police and Fire Pension System Board of Trustees will be held at **8:30 a.m. on Tuesday, August 12, 2008 in the First Floor Conference Room at 2301 North Akard Street, Dallas, Texas.** Items of the following agenda will be presented to the Board:

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 second quarter ended June 30, 2008
- b. Private markets review for the first quarter ended March 31, 2008
- c. Financial education

2. Highland Capital Management, L.P.

B. BRIEFING ITEMS

Administrator's report

Administrative update

The term "possible action" in the wording of any Agenda item contained herein serves as notice that the Board may, in its discretion, dispose of any item by any action in the following non-exclusive list: approval, disapproval, deferral, table, take no action, and receive and file.

At any point during the consideration of the above items, the Board 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. An expression of preference or a preliminary vote may be taken by the Board on any briefing item or item discussed in executive session.

At the discretion of the Board, items on this agenda may be considered at times other than those indicated above.

**Dallas Police and Fire Pension System
Tuesday, August 12, 2008
8:30 a.m.
2301 North Akard Street
First Floor Conference Room
Dallas, Texas**

Special meeting, Gerald Brown, Chairman, presiding:

ROLL CALL

Board Members

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

Absent: Dwaine R. Caraway, John M. Mays, Pauline Medrano, David A. Neumann, and Steven G. Shaw

Staff Richard Tettamant, Brian Blake, Don Rohan, Mike Taylor, Brad Goodsell, Pat McGennis, John Holt, Talal Ellass, Greg Irlbeck, and Christina Wu

Others Rhett Humphreys

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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 second quarter ended June 30, 2008
- b. Private markets review for the first quarter ended March 31, 2008
- c. Financial education

Rhett Humphreys, CFA, Partner and Senior Consultant, from NEPC, the System's general investment consultant, discussed and reviewed reports and recommendations from NEPC, including the preliminary quarterly investment performance for the second quarter ended June 30, 2008. The investment performance "Flash" Report for the second quarter 2008 (net) is summarized in the following chart:

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

	0.6%	-1.1%	10.5%	13.0%
Financial Composite*	1.2%	-4.2%	9.7%	12.6%

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

After discussion, Mr. Wachsman made a motion to receive and file the preliminary quarterly investment performance report for the second quarter ended June 30, 2008. Mr. Edge seconded the motion, which was unanimously approved by the Board.

Mr. Humphreys also discussed the first quarter 2008 private markets review.

After discussion, Mr. Wachsman made a motion to receive and file the first quarter 2008 private markets review. Mr. Edge seconded the motion, which was unanimously approved by the Board.

Mr. Humphreys gave a financial education presentation regarding derivatives.

After discussion, Mr. Edge made a motion to receive and file the educational presentation. Mr. Umlor seconded the motion, which was unanimously approved by the Board.

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2. Highland Capital Management, L.P.

Staff gave an update to the Board on Highland Capital Management, L.P.

After discussion, Mr. Wachsman made a motion to receive and file the update and have NEPC prepare a recommendation. Mr. Edge seconded the motion, which was unanimously approved by the Board.

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Tuesday, August 12, 2008**

C. BRIEFING ITEMS

Administrator’s report

Administrative update

No report was given. No motion was made.

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The Administrator stated that there was no further business to come before the Board. On a motion by Mr. Umlor and a second by Mr. McCollum, the meeting was adjourned at 1:38 p.m.

[signature]

Gerald Brown
Chairman

ATTEST:

[signature]

Richard L. Tettamant
Secretary