



D A L L A S  
**POLICE & FIRE**  
PENSION SYSTEM



MINUTE SUMMARY  
**Board Meeting**  
**Thursday, January 9, 2014**

The regular meeting of the Dallas Police Fire Pension System Board of Trustees was held at 8:30 a.m. on Thursday, January 9, 2014, in the Second Floor Board Room at 4100 Harry Hines Blvd., Dallas, Texas. Items of the following agenda were presented to the Board:

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

**A. CONSENT AGENDA**

Approved, subject to the final review of the staff.

**B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION**

1. Received and filed investment update given by the Administrator.
2. Accepted the Investment Advisory Committee recommendation to study Transtrend and report at a future meeting.
3. Received and filed the monthly investment and financial reports.
4. The Chairman and the Administrator presented the Employee Service Award for 5 years of service to Kristen Holcomb, Administrative Clerk, and Genieva Lopez, Administrative Clerk. Also presented the Employee of the Fourth Quarter 2013 award to Alberta Patterson, Administrative Clerk, and the William G. Baldree 2013 Employee of the Year Award to Ryan Wagner, Investment Analyst.
5. Received and filed reports by Board and staff members on due diligence meetings, seminars and/or conferences attended.
6. No report was given on legal issues and no motion as made.
7. No discussion was held regarding Museum Tower. No motion was made.
8. Received and filed 2013 and 2014 Administrative Plans.
9. Approved the committee's recommendation regarding the performance review of the Administrator.

**MINUTE SUMMARY**  
**Board Meeting**  
**Thursday, January 9, 2014**

**C. BRIEFING ITEMS**

1. No active members or pensioners requested to discuss concerns with the Board.
2. Received and filed the Administrator's report.

The meeting was adjourned at 9:59 a.m.

**SUPPLEMENTAL POLICE AND FIRE PENSION BOARD MEETING**

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

The meeting was reconvened at 9:59 a.m.

**A. CONSENT AGENDA**

Approved, subject to the final review of the staff.

**B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION**

Received and filed the monthly investment and financial reports.

The meeting was adjourned at 10:00 a.m.

DALLAS POLICE & FIRE PENSION SYSTEM

ASSET DISTRIBUTION BY ADVISOR - AS OF November 30, 2013

	NET ASSET VALUE	% OF ASSETS	FUND % OF CLASS	ADVISOR % OF CLASS
<b>GLOBAL PUBLIC EQUITY</b>				
EAGLE ASSET MANAGEMENT	103,510,453.72	3.0 %		16.1 %
OFI INSTITUTIONAL ASSET MGMT	140,803,219.87	4.1 %		22.0 %
PYRAMIS GLOBAL ADVISORS TRUST CO	197,042,711.96	5.8 %		30.7 %
RREEF REIT	57,126,224.26	1.7 %		8.9 %
WALTER SCOTT & PARTNERS LIMITED	142,927,372.46	4.2 %		22.3 %
*** TOTAL GLOBAL PUBLIC EQUITY ***	641,409,982.27	18.7 %		100.0 %
<b>GLOBAL PRIVATE EQUITY</b>				
ASHMORE INVESTMENT MGMT GSSF IV	25,822,441.11	0.8 %		3.5 %
BANKCAP PARTNERS FUND I, LP	17,295,468.92	0.5 %		2.4 %
BANKCAP PARTNERS OPPORTUNITY LP	373,087.43	0.0 %		0.1 %
CREATIVE HOLDINGS	15,195,330.05	0.4 %		2.1 %
DALLAS POLICE AND FIRE RED CONSOLIDA	165,334,909.32	4.8 %		22.5 %
DPFP HM CAPITAL PARTNERS	1,132,085.52	0.0 %		0.2 %
HUFF ALTERNATIVE FUND LP	42,759,595.15	1.2 %		5.8 %
HUFF ENERGY FUND LP - HUFF ENERGY	201,593,225.67	5.9 %		27.4 %
LEVINE LEICHTMAN CAPITAL PARTNER IV,	45,160,883.86	1.3 %		6.1 %
LEVINE LEICHTMAN CAPITAL PTNERS V	3,662,109.43	0.1 %		0.5 %
LEVINE LEICHTMAN DEEP VALUE FUND	25,746,871.31	0.8 %		3.5 %
LEVINE LEICHTMAN PCS II	5,746,782.02	0.2 %		0.8 %
LONE STAR CRA FUND LP	20,916,172.83	0.6 %		2.8 %
LONE STAR GROWTH CAPITAL LP	15,706,482.10	0.5 %		2.1 %
LONE STAR OPPORTUNITIES FUND V	13,262,589.03	0.4 %		1.8 %
MERIT PARTNERS LP	30,390,334.05	0.9 %		4.1 %
NORTH TEXAS OPPORTUNITY FUND	8,585,402.28	0.3 %		1.2 %
OAKTREE POWER OPPORTUNITIES FUND III	14,188,793.22	0.4 %		1.9 %
PHAROS CAPITAL PARTNERS	76,524,163.31	2.2 %		10.4 %
PHAROS CAPITAL PARTNERS III,LP	1,862,288.02	0.1 %		0.3 %
SOUTHERN CROSS	2,031,000.00	0.1 %		0.3 %
YELLOWSTONE ENERGY VENTURES	2,066,087.33	0.1 %		0.3 %
*** TOTAL GLOBAL PRIVATE EQUITY ***	735,356,101.96	21.5 %		100.0 %
<b>GLOBAL NATURAL RESOURCES</b>				
BTG PACTUAL	61,057,304.88	1.8 %		15.7 %
ENERGY OPPORTUNITIES CAPITAL MGMT	39,730,999.69	1.2 %		10.2 %
FOREST INVESTMENT ASSOCIATES	39,866,498.91	1.2 %		10.3 %
HANCOCK AGRICULTURAL INVEST FD	110,601,873.12	3.2 %		28.4 %
HUDSON CLEAN ENERGY PARTNERS	16,366,959.54	0.5 %		4.2 %
RCM ECOTRENDS	32,431,573.49	0.9 %		8.3 %
SUSTAINABLE ASSET MANAGEMENT	46,114,146.63	1.3 %		11.9 %
THE MITCHELL GROUP	42,681,761.91	1.2 %		11.0 %
*** TOTAL GLOBAL NATURAL RESOURCES *	388,851,118.17	11.4 %		100.0 %
<b>GLOBAL FIXED INCOME</b>				
ASHMORE EM MKTS LOCAL CURRENCY	22,420,634.95	0.7 %		4.4 %
ASHMORE EMERGING MARKETS DEBT FUND	45,289,644.80	1.3 %		8.9 %
BRANDYWINE ASSET MANAGEMENT	62,801,528.77	1.8 %		12.3 %
HIGHLAND CREDIT OPPTS CDO LP - HIGHLA	17,564,552.89	0.5 %		3.4 %
HIGHLAND CRUSADER FUND LP	11,801,495.65	0.3 %		2.3 %
LONE STAR FUND VII	9,158,667.86	0.3 %		1.8 %
LONE STAR FUND VIII, LP	1,267,980.30	0.0 %		0.2 %
LOOMIS SAYLES & CO	140,047,797.44	4.1 %		27.4 %
LOOMIS SAYLES SENIOR FLTG RT & FI TR	50,000,054.60	1.5 %		9.8 %
MONDRIAN INVESTMENT PARTNERS	56,105,107.52	1.6 %		11.0 %
OCM FUND IV	2,787,669.65	0.1 %		0.5 %
W.R. HUFF HIGH YIELD	91,839,253.60	2.7 %		18.0 %
*** TOTAL GLOBAL FIXED INCOME ***	511,084,388.03	14.9 %		100.0 %
<b>GLOBAL ASSET ALLOCATION</b>				
AQR CAPITAL MANAGEMENT, LLC	10,000,000.00	0.3 %		2.6 %
BRIDGEWATER ASSOCIATES, INC	124,749,044.68	3.6 %		32.9 %
GMO MULTI-STRATEGY FUND	125,192,333.87	3.7 %		33.1 %
PANAGORA ASSET MANAGEMENT	10,000,000.00	0.3 %		2.6 %
PUTNAM TOTAL RETURN	60,639,132.00	1.8 %		16.0 %
ROBECO TRANSTREND DIVERSIFIED FUND	48,117,592.00	1.4 %		12.7 %
*** TOTAL GLOBAL ASSET ALLOCATION **	378,698,102.55	11.1 %		100.0 %

DALLAS POLICE & FIRE PENSION SYSTEM

ASSET DISTRIBUTION BY ADVISOR - AS OF November 30, 2013

	NET ASSET VALUE	% OF ASSETS	FUND % OF CLASS	ADVISOR % OF CLASS
<u>GLOBAL INFRASTRUCTURE</u>				
J P MORGAN ASIAN INFRASTRUCTURE & RE	32,155,114.06	0.9 %		22.2 %
JP MORGAN GLOBAL MARITIME INV FUND	7,324,233.86	0.2 %		5.1 %
JP MORGAN INFRASTRUCTURE INV FUND	34,205,654.38	1.0 %		23.6 %
LBJ INFRASTRUCTURE	34,582,432.43	1.0 %		23.9 %
NTE MOBILITY PARTNERS HOLDINGS LLC	33,246,905.39	1.0 %		23.0 %
NTE SEGMENTS 3	3,171,643.45	0.1 %		2.2 %
*** TOTAL GLOBAL INFRASTRUCTURE ***	144,685,983.57	4.2 %		100.0 %
<u>REAL ESTATE</u>				
BENTALL KENNEDY REAL ESTATE	27,124,736.68	0.8 %		4.4 %
CDK REALTY ADVISORS	388,636,424.72	11.3 %		63.4 %
CRISWELL RADOVAN	34,368,605.60	1.0 %		5.6 %
DALLAS P & F - REAL ESTATE FUND	38,163,966.41	1.1 %		6.2 %
LONE STAR REAL ESTATE FUND II	15,690,199.79	0.5 %		2.6 %
HUNT INVESTMENT MANAGEMENT	158,464.52	0.0 %		0.0 %
INVESCO	16,984,001.21	0.5 %		2.8 %
KNUDSON LUXURY HOUSING	1,128,220.31	0.0 %		0.2 %
L & B	37,474,806.44	1.1 %		6.1 %
LAND BARON	30,670,393.38	0.9 %		5.0 %
TDB REAL ESTATE	22,960,232.95	0.7 %		3.7 %
*** TOTAL REAL ESTATE ***	613,360,052.01	17.9 %		100.0 %
<u>CASH/LOAN PROGRAM</u>				
CONTRIBUTION & EXPENSE ACCOUNT				
CONTROL CASH	10,554,314.89	0.3 %		98.4 %
DPPF TRANSITION ACCOUNT	173,652.38	0.0 %		1.6 %
*** TOTAL CASH/LOAN PROGRAM ***	10,727,967.27	0.3 %		100.0 %
TOTAL MASTER TRUST	3,424,173,695.83	100.0 %		100.0 %
CITY CONTRIBUTIONS	10,649,409.74			
EMPLOYEE CONTRIBUTIONS	2,183,067.41			
BENEFIT DISTRIBUTIONS	-19,633,184.70			
ADVISORY FEES	-1,337,954.94			

**Dallas Police and Fire Pension System**  
**Thursday, January 9, 2014**  
**8:30 a.m.**  
**4100 Harry Hines Blvd., Suite 100**  
**Second Floor Board Room**  
**Dallas, TX**

Regular meeting, George Tomasovic, Chairman, presiding:

**ROLL CALL**

**Board Members**

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

Absent: Lee M. Kleinman, Scott Griggs

**Staff** Richard Tettamant, Don Rohan, Brian Blake, Summer Loveland, Mike Taylor, Josh Mond, John Holt, Jerry Chandler, Corina Terrazas, Ryan Wagner, Milissa Schmidt, Christina Wu, Greg Irlbeck, Linda Rickley, Linh Ho

**Others** Rebecca Shaw, David Landry, Richard Todd, Steve Thompson

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

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**A. CONSENT AGENDA**

**1. Approval of Minutes**

Regular meeting of December 12, 2013

**2. Approval of Refunds of Contributions for the Month of December 2013**

**3. Approval of Activity in the Deferred Retirement Option Plan (DROP) for January 2014**

**4. Approval of Estate Settlements**

**Regular Board Meeting  
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**A. CONSENT AGENDA (continued)**

- 5. Approval of Survivor Benefits**
- 6. Approval of Service Retirements**
- 7. Approval of Alternate Payee Benefits**
- 8. Approval of Payment of Military Leave Contributions**

After discussion, Mr. Brown made a motion to approve the items on the Consent Agenda, subject to final approval by the Administrator. Mr. Atkins seconded the motion, which was unanimously approved by the Board.

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**B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION**

**1. Investment update**

Mr. Tettamant and the Investment Team gave an investment update to the Board.

After discussion, Mr. Salinas made a motion to receive and file the investment update. Mr. Brown seconded the motion, which was unanimously approved by the Board.

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**2. Transtrend**

The Board and staff discussed Robeco Transtrend and their presentation to the Investment Advisory Committee at the January 7 meeting regarding the System's investment in their Diversified Fund.

After discussion, Mr. Brown made a motion to do a peer review and comparison on Transtrend and report to the Board at a future meeting. Mr. Atkins seconded the motion, which was unanimously approved by the Board.

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**3. Investment and financial reports**

The Board and staff reviewed the investment and financial reports.

After discussion, Mr. Brown made a motion to receive and file the Group Trust monthly asset allocation report, the Group Trust monthly unitization report, the Group Trust performance report unaudited draft, and the Group Trust unaudited statement of net assets available for benefits. Mr. Atkins seconded the motion, which was unanimously approved by the Board.

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The meeting was recessed at 9:29 a.m.

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

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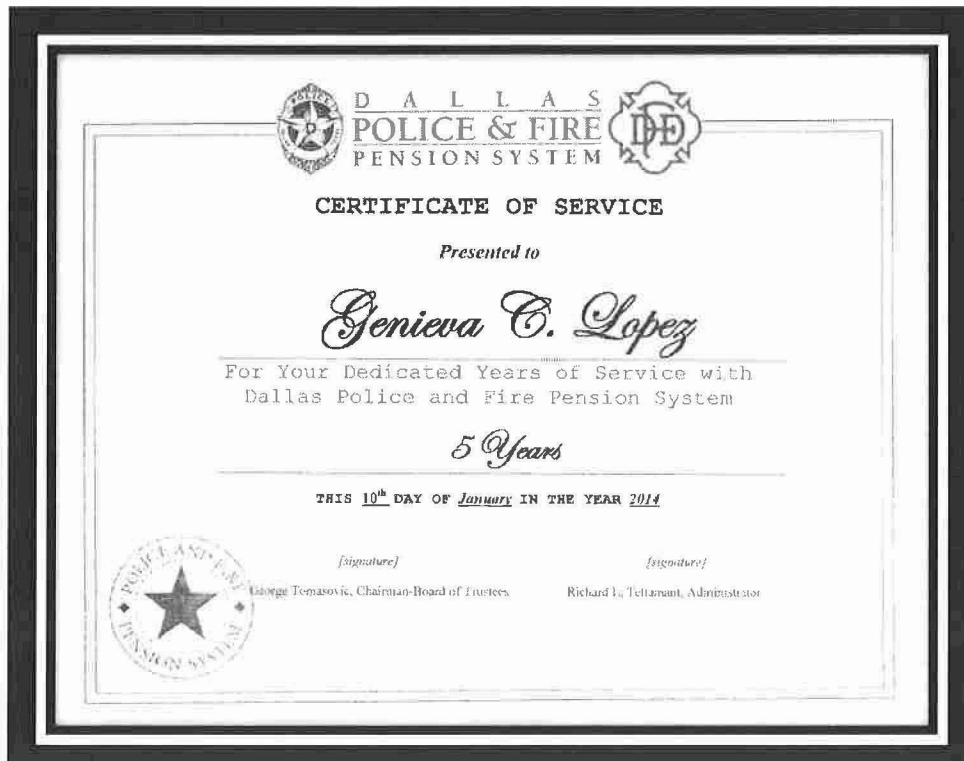
**4. Employee recognition – Fourth Quarter 2013**

- a. Employee Service Award
  - b. Employee of the Quarter Award
  - c. The William G. Baldree Employee of the Year Award
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- a. Mr. Tomasovic, Chairman, and Mr. Tettamant, Administrator, presented the Employee Service Award to Kristen Holcomb, Administrative Clerk, and Genieva Lopez, Administrative Clerk, for five years of service.
  - b. Messrs. Tomasovic and Tettamant presented a performance award for Employee of the Quarter, Fourth Quarter 2013, to Alberta Patterson, Administrative Clerk.
  - c. Messrs. Tomasovic and Tettamant presented the William G. Baldree Employee of the Year Award for 2013 to Ryan Wagner, Investment Analyst. The Employee of the Year is chosen from among the four Employee of the Quarter Award recipients for the year.

No motion was made.

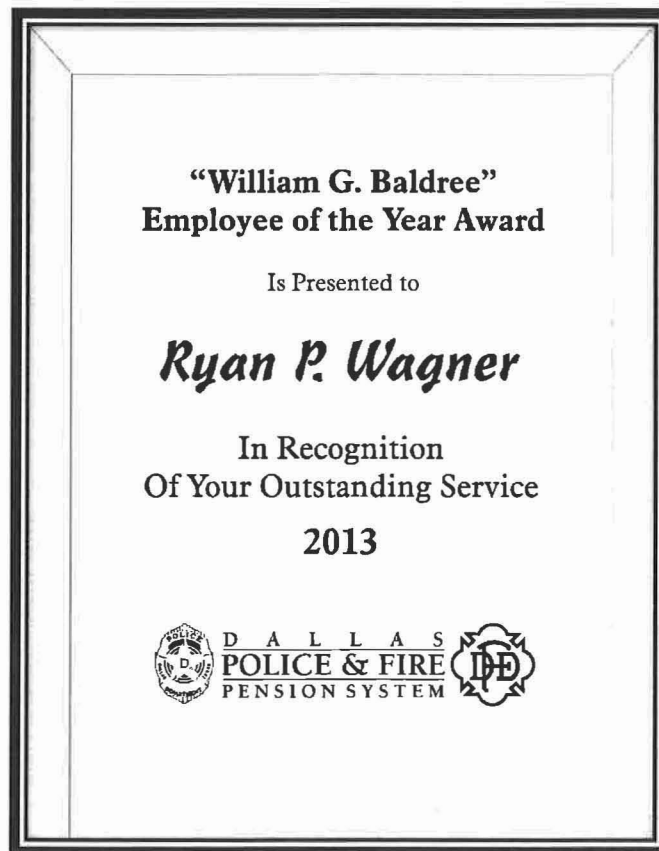
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**5. Staff and Board Members' reports on due diligence meetings, seminars and/or conferences attended**

Reports were given on the following meetings. Those who attended are listed.

**a. Society of Pension Professionals**

Messrs. Brown, Schutz, Wojcik

**b. Texans for Secure Retirement Meeting**

Mr. Brown

After discussion, Mr. Salinas made a motion to receive and file the reports. Mr. Haben seconded the motion, which was unanimously approved by the Board.

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**6. Legal issues**

Legal issues including, but not limited to:

- a. Police Officer and Firefighter pay lawsuits**
- b. Government Code Section 552.0038**

No report was given. No motion was made.

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**7. Museum Tower**

Portions of the discussion under this topic may be closed to the public under the terms of Section 551.072 of the Texas Government Code.

No discussion was held. No motion was made.

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**Regular Board Meeting  
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**8. 2013 and 2014 Administrative Plans**

The Administrator reported that the Administrative and Audit Advisory Committee (AAAC) reviewed the status of the 2013 Administrative Plan and proposed a plan for 2014 at its meeting on January 7, 2014.

After discussion, Mr. Friar made a motion to accept the AAAC's recommendation to receive and file the 2013 Administrative Plan and adopt the 2014 Administrative Plan. Mr. Salinas seconded the motion, which was unanimously approved by the Board.

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**9. Performance review of the Administrator**

In accordance with the Board Committee Policy and Procedure, the Administrative and Audit Advisory Committee met with the Administrator to review and provide recommendations to the Administrator concerning yearly objectives, goals, and performance at its meeting on January 7, 2014.

After discussion, Mr. Friar made a motion to accept the AAAC's recommendation to increase the Administrator's compensation for 2014 by 6%. Mr. Brown seconded the motion, which was unanimously approved by the Board.

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**C. BRIEFING ITEMS**

**1. Reports and concerns of active members and pensioners of the Dallas Police and Fire Pension System**

No active members or pensioners requested to discuss concerns with the Board.

No motion was made.

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**Regular Board Meeting**  
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**2. Administrator's report**

Associations' newsletters

- NCPERS Monitor (December 2013)
- TEXPERS Outlook (January 2014)

Mr. Tettamant briefed the Board on the Administrator's report items.

Mr. Salinas made a motion to receive and file the reports. Mr. Haben seconded the motion, which was unanimously approved by the Board.

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The Administrator stated that there was no further business to come before the Board. On a motion by Mr. Brown and a second by Mr. Mays, the meeting was adjourned at 9:59 a.m.

[signature]

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George J. Tomasovic  
Chairman

**ATTEST:**

[signature]

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Richard L. Tettamant  
Secretary