

EL PASO FIREMEN & POLICEMEN'S PENSION FUND
REGULAR MEETING
Wednesday, December 20, 2017 at 1:00 PM
El Paso Firemen and Policemen's Pension Fund Office
909 East San Antonio Avenue, El Paso, Texas 79901

MINUTES

TRUSTEE MEMBERS PRESENT

Fire Division:

Chief Jerry Villanueva
Lieutenant Paul Thompson
Chief Ricci Carson

Police Division:

Lieutenant John Schneider
Sergeant JD Cotham

Mayoral Appointments:

Ms. Leila Melendez
Dr. Robert Tollen
Mr. Presi Ortega

City Manager Appointments:

Mr. Gary M. Borsch

OTHERS PRESENT

Mr. Tyler Grossman – Executive Director
Ms. Christina Ramirez – Deputy Executive Director
Ms. Lena Ellis - CFO
Mr. Eric Ralph - Summit Strategies
Mr. Matt Jelinek – Summit Strategies

TRUSTEE MEMBERS ABSENT:

Ms. Terri Garcia
Sergeant Sean Shelton

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1. Establishment of Quorum.

Chairman Villanueva established that a Quorum was present. The Regular Meeting of the El Paso Firemen & Policemen's Pension Fund Board of Trustees was called to order at 1:09 p.m.

2. Reading and approval of the Minutes from the previous Regular Board Meeting held on November 29, 2017.

Mr. Thompson moved to approve the minutes of the Regular Board Meeting held November 29, 2017, seconded by Mr. Carson and unanimously passed by the Board.

Consent Agenda

Dr. Tollen moved to approve the Consent Agenda, seconded by Mr. Schneider and passed by the Board.

1. Internal Financial Statements for month ending November 30, 2017.

Northern Trust Financial Statements for month ending November 30, 2017.

2. Expense Reports for the month ending November 30, 2017.

3. Approve Pension Payrolls:

Fire	\$2,925,190.07
Police	\$3,840,818.15

4. Payments to Service Providers

A. Salena Karam Ayoub – October 2017	\$131.25
B. Baillie Gifford – 3 rd Q 2017	\$156,353.73
C. Brown Advisory – 3 rd Q 2017	\$38,534.50
D. Cooke & Bieler – 3 rd Q 2017 (large cap value)	\$144,611.08
E. Cooke & Bieler – 3 rd Q 2017 (small cap value)	\$39,150.35
F. Harvest Fund Advisors, LLC – 3 rd Quarter 2017	\$112,131.50
G. Intech – 3 rd Q 2017	113,867.88
H. Legislative Consultants – November 2017	\$5,000.00
I. Mondrian – 3 rd Q 2017	\$169,061.72
J. The Northern Trust Company – 3 rd Q 2017	\$8,823.91
K. PIMCO – 3 rd Q 2017	\$110,483.68
L. Powers Mediaworks, LLC	\$3,446.75
M. Rudd and Wisdom, Inc. – October 2017	\$9,900.00
N. Jackson Walker, LLP – September 2017	\$336.15
O. Jackson Walker, LLP – October 2017	\$195.75
P. William Blair – 3 rd Q 2017	\$131,960.12

Reports and recommendations of Committees

Unfinished Business

New Business

1. Investment Performance Review for period ended December 31, 2016 and update as presented by Mr. Jonathan Seidman and Ms. Margaret McKnight of Metropolitan Real Estate.

This is Metropolitans 15 year anniversary and 5 years with Carlyle. There are no team changes. The portfolio reflects the following best practice: good diversification, high quality managers and locations with a strategy that commits money once and invests it in a portfolio of real estate thru managers who will buy broken properties, fix them and then sell them. The Funds self-liquidate. All Global Funds are out-performing their index.

2. Investment Performance Review for period ended December 31, 2016 and update as presented by Mr. Steve Moen and Mr. Ron Lamontagne of Partners Group.

Mr. Moen reviewed a summary of El Paso's exposure thru the last three vintage of Partner's Group: Global Integrated Real Estate Funds 2008, 2011 and 2014. There is strong performance consistently over the last nine years across Europe and North America. The target moving forward in the next three to four years is for a 10% to 13% net return for the Global Value Integrated Program and 13% to 16% for the Dedicated Secondary Program.

Ms. Melendez absented herself at 1:47 p.m.

3. Discussion and action on the Implementation of the Fund's Strategic Plan.

Mr. Grossman explained that the Strategic Plan presented is the final plan and the goals now need to be approved by the Board. In January, committees will be set up to determine the priority of the goals and begin the process of completing the goals.

After careful discussion and due consideration, Mr. Ortega moved to approve the Fund's Strategic Plan; seconded by Mr. Schneider and passed unanimously by the Board.

4. Approval/denial of full-time Student Request Application in accordance with Section 3.21 "Qualified Child" of the Plan Document.

Mr. Grossman explained to the Board that the Application was in order and requested approval.

After careful discussion and due consideration, Dr. Tollen moved to approve the full-time Student Request Application presented; seconded by Mr. Carson and passed unanimously by the Board.

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5. Opportunity for Statements from Members/Retired Members/Public.

None.

6. Report of Executive Director.

See Submitted Written Report

7. For Notation:

Informational Material For Review. No Action Required.

- A. Service/Forward DROP Retirement(s)
- B. Proportionate Retirement (PRP)
- C. Death of member
- D. Cost of Living Adjustments
- E. Refund of Contributions

8. Adjournment.

Mr. Ortega moved to adjourn, seconded by Mr. Schneider and passed by the Board. The El Paso Firemen & Policemen's Pension Fund Board of Trustees meeting stands in adjournment at 2:02 p.m.



Chairperson



Secretary