

**Dallas Police and Fire Pension System
Investment Advisory Committee
Telephone Conference
Wednesday, June 30, 2021
8:30 a.m.**

Investment Advisory Committee, Gilbert Garcia, Chairman, presiding:

ROLL CALL

Committee Members

Present: Gilbert A. Garcia, Michael Brown, Rakesh Dahiya, Scott Freeman, Kenneth Haben, Robert Jones, William Velasco

Absent: None

Staff Ryan P. Wagner, Kelly Gottschalk, Joshua Mond, Brenda Barnes, Gregory Irlbeck, Michael Yan, John Holt, Milissa Romero

Others Leandro Festino

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The meeting was called to order at 8:33 a.m. and the meeting was adjourned at 9:04 a.m.

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DISCUSSION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Approval of Minutes

Investment Advisory Committee Meeting of March 2, 2021

After discussion, Mr. Haben made a motion to approve the minutes of the Investment Advisory Committee (IAC) meeting of March 2, 2021. Mr. Jones seconded the motion, which was unanimously approved by the Committee.

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2. US Small Cap Finalist Recommendation

Staff provided a summary of the two US Small Cap finalists, Eastern Shore Small Cap Equity Core and GW&K Small Cap Core, which presented to some members of the IAC at the June 24th meeting. The Committee discussed the finalists and commented on their perspectives.

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2. US Small Cap Finalist Recommendation (continued)

After discussion, Mr. Dahiya made a motion to recommend Eastern Shore to the Board of Trustees. Mr. Haben seconded the motion, which was unanimously approved by the Committee.

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3. Asset Allocation

Staff provided an update on the Asset Allocation analysis. Staff and Meketa discussed the IAC's preference for a proposed allocation that reduced the Safety Reserve from 15% to 9% and increased the Global Equity allocation from 40% to 50% with the Board at the May and June Board meetings and received direction to review additional mixes that are closer to a market weight to Emerging Markets Equity. Staff recommended an implementation plan to complete the 6% reduction to the Safety Reserve by the end of 2021 and reallocate approximately equal amounts in Global Equity, Emerging Market Equity and Emerging Market Debt. Staff intends to seek Board approval at the July 8th Board meeting.

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4. Watch List

Staff presented a sample Quarterly Watch List review page from the period ending March 31, 2021 that would be included in the Quarterly Performance Reports to evaluate managers underperforming their benchmark index for 1, 3, and 5 year periods and reviewed with the IAC on a go-forward basis.

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Mr. Wagner stated that there was no further business to come before the Committee. On a motion by Mr. Haben and a second by Mr. Jones, the meeting was adjourned at 9:04 a.m.

/s/ Gilbert A. Garcia

Gilbert A. Garcia
Chairman

ATTEST:

/s/ Ryan P. Wagner

Ryan P. Wagner
Interim Chief Investment Officer