

**MINUTES OF REGULAR MEETING OF DIRECTORS
OF SA F&P PROPERTY HOLDING CORP.**

A regular meeting of the Board of Directors of SA F&P PROPERTY HOLDING CORP. ("Corporation") was held at the San Antonio Fire & Police Pension Fund Office on the 28th day of August, 2018, at 8:00 a.m., in accordance with the provisions of the Bylaws of this Corporation.

At 8:07 a.m., Dean Pearson, Vice President, called the meeting to order and Warren Schott, Secretary of the Corporation, called the roll and announced that a quorum was present. Directors Dean Pearson and Warren Schott were present. JT Trevino, Jim Smith, Larry Reed, Mark Gremmer, Gail Jensen, Pete Tassos, Harold Schwiff and Britney Brantley were also in attendance.

The first order of business was the approval of the minutes of the July 16, 2018 regular meeting of the Board of Directors. Upon motion by Warren Schott, seconded by Warren Schott, the minutes were approved unanimously.

Pete Tassos of Sullivan Commercial then presented a leasing update (attached). Shavano IV is 100% leased and Shavano III has one space still available, but Sullivan is finalizing a Lease on that space. Another tenant has indicated its intent to vacate, which will leave two suites (approximately 5,800 square feet) that still need to be filled. It is expected to be at 100% within the next month. In Parkway Center, Connexion Point has vacated their 28,000 square feet and Charter Communications will be vacating their 20,000 square feet in October. Sullivan continues to actively market the spaces and has already had several large prospects tour the spaces. No action was taken.

Sullivan then provided the Board several preliminary bids on the construction costs of expanding the Pension Fund Office into a portion of the space vacated by Connexion Point (attached). The bids are in the \$150,000 to \$200,000 range. The Board directed Sullivan to draw up construction drawings for review at the next meeting.

At 8:32 a.m., President Jimmy Foster arrived and the Board recessed to Executive Session, pursuant to Section 551.071 of the Texas Government Code, and reconvened at 9:18 a.m.

The Board then considered the settlement of the landlord/tenant dispute involving Connexion Point. Mr. Schott moved that the Board ratify and approve the settlement agreement and the Motion was seconded by Mr. Pearson and the Motion passed unanimously.

There being no further business, upon motion duly made by Dean Pearson, and seconded by Warren Schott, the meeting was adjourned at 11:45 a.m.

WARREN SCHOTT, Secretary

APPROVED:

Jimmy Foster, President