

**MINUTES**  
**INVESTMENT COMMITTEE MEETING**  
**FIRE AND POLICE PENSION FUND, SAN ANTONIO**  
**WEDNESDAY, AUGUST 21, 2024**  
**PENSION FUND OFFICE**  
**9:30 A.M.**

<b>Roll Call</b>	Mr. Smith called the meeting to order at 9:31 A.M.
<b>Committee Members Present</b>	Jim Smith, Police Representative; Larry Reed, Fire/Retiree Representative; Amanda Viera, Police Representative; Harry Griffin, Police/Retiree Representative
<b>Committee Members Absent</b>	None
<b>Others Present</b>	Warren Schott, Executive Director; Cary Hally, Chief Investment Officer; Giovanni Nunez, Investment Analyst; Wes Levanduski, Investment Analyst; Gail Jensen, General Counsel

**Approval of Minutes of July 24, 2024**

- Ms. Viera made a motion to approve the minutes of the July 24, 2024, Investment Committee meeting. The motion carried unanimously.

**Private Debt Search Finalist Presentations**

- Representatives from the six finalists approved at the June Investment Committee meeting (Cross Ocean European Special Situations Fund V, Irradiant Solutions Fund II, King Street Opportunistic Credit Fund I, Metric Capital Partners Fund V, RoundShield Fund V, and VGO Special Situations III) presented their firm overview and history, team member responsibilities, investment strategy and process, and performance history.
- Following the presentations, the Committee discussed each manager with NEPC and staff.
- After discussions, Mr. Smith made a motion to recommend that the Board commit \$25 million to Irradiant Solutions Fund II, \$25 million to Metric Capital Partners Fund V, and \$25 million to VGO Special Situations III. The motion failed 2 to 2, with Mr. Reed and Mr. Griffin opposing.
- Mr. Griffin then made a motion to recommend that the Board commit \$25 million to Metric Capital Partners Fund V, and \$25 million to VGO Special Situations III. The motion carried unanimously.

**NEPC Quarterly Performance Update and Appropriate Follow-up Action Including Possible Reallocations, Rebalancing and/or Terminations**

- NEPC provided a quarterly performance review of the Pension Fund's portfolio. As of June 30, 2024, the market value of the Pension Fund was approximately \$4 billion. The Pension Fund returned 0.8% for the second quarter and 4.3% year-to-date.
- The portfolio is close to its policy allocation targets, and within approved ranges. U.S. equities returned 0.7% in the quarter and 9.6% year-to-date, while non-U.S. equities returned -0.2% in the quarter and 4.9% year-to-date. Total fixed income returned 1.1% in the quarter and 2.0% year-to-date.
- NEPC noted that the majority of the investment managers are performing well, relative to their peers and benchmarks, and NEPC has no specific performance concerns, but did suggest monitoring the Global Alpha International Small Cap Fund performance. NEPC noted that the Pension Fund's private debt returns have added significant value over the last three- and five-year periods, and the

Pension Fund achieved a higher three-year return than the median public DB plan while taking on less risk.

**Adjournment:** Mr. Reed made a motion to adjourn at 3:28 P.M. The motion carried unanimously.

Approved this \_\_\_\_ day of \_\_\_\_\_, 2024.

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Jim Smith, Investment Committee Chairman