

MINUTES

MEETING OF THE BOARD OF TRUSTEES

EMPLOYEES' RETIREMENT FUND OF THE CITY OF DALLAS

TUESDAY, JUNE 12, 2018

1920 MCKINNEY AVENUE

10th FLOOR

PARKVIEW AT 1920 MCKINNEY

9:00 A.M.

Meeting: John D. Jenkins presiding

Present: John D. Jenkins, Tina B. Richardson, Randy Bowman, Carla D. Brewer, Craig D. Kinton, Lee M. Kleinman and Dr. John W. Peavy III

Absent: None

Staff: Cheryl D. Alston, Edward Scott, David K. Etheridge, Joshua Berman, Emily Davis, Anita Gage, Melissa Harris, Naveed Khan, Saki Vimal and C. Kay Watson

Others Present: Dan Barron, Marvin Crenshaw, Zaman Hemani, Stefan Smith, Dickey Thurman, and Juliet Williams

With a quorum present, the regular meeting of the Employees' Retirement Fund Board of Trustees was called to order at 9:02 a.m. by John D. Jenkins, Board Chair.

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DISCUSSION AND APPROVAL OF:

The Board Chair presented the Minutes of the Employees' Retirement Fund Board of Trustees May 8, 2018 regular meeting for approval.

Mr. Kleinman arrived at the meeting at 9:03 a.m.

Mr. Bowman moved approval of the Minutes of the Employees' Retirement Fund Board of Trustees May 8, 2018 regular meeting. Dr. Peavy seconded the motion and the Minutes of the Employees' Retirement Fund Board of Trustees May 8, 2018 regular meeting were unanimously approved.

Consent Agenda of June 12, 2018

Total Number of Retirees:	27
Total Number of Survivors:	3
Total Number of Termination/Redistribution of Survivor Benefits:	0
Total Number of QDRO Benefits:	1
Total Number of Small Estates:	10
Total Number of Large Estates:	7
Total Number of Disability Continuations:	0
Total Number of Deferred Vested:	0
Total Number of Final Calculations	3
Total Number of Corrections	0
Total Number of Resolution 2015-2 Retirements (Hardship)	0

Mr. Bowman moved approval of the Consent Agenda of the Employees' Retirement Fund of the City of Dallas at the Employees' Retirement Fund Board of Trustees June 12, 2018 regular meeting. Mr. Kleinman seconded the motion and the Consent Agenda of the Employees' Retirement Fund of the City of Dallas at the Employees' Retirement Fund Board of Trustees June 12, 2018 regular meeting was unanimously approved.

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INDIVIDUAL ITEMS – DISCUSSION OF AND/OR APPROVAL OF:

1. Discussion, Consideration and Possible Action to Accept ERF Financial Statements as of December 31, 2017 and 2016 Audit Presentation by Juliet Williams of Grant Thornton LLP and Dicky Thurman of Owens & Thurman, P.C. (Attachment)

Ms. Brewer arrived at the meeting at 9:06 a.m.

Ms. Richardson arrived at the meeting at 9:18 a.m.

Mr. Bowman made a motion to accept the results of the audit of the ERF Financial Statements as of December 31, 2017, and 2016 pending receipt of the auditor's opinion letter. Following a second by Ms. Brewer, the motion was unanimously approved.

Mr. Kinton recognized Management and Accounting Staff for their work on the audit.

2. Discussion, Consideration and Possible Action to Approve the 2017 Actuarial Valuation Report (Attachment)

Ms. Brewer made a motion to accept the results of the ERF Actuarial Valuation Report as of December 31, 2017. Following a second by Ms. Richardson, the motion was unanimously approved.

3. Discussion, Consideration and Possible Action to Approve the ERF Comprehensive Annual Financial Report Fiscal Year Ended December 31, 2017 (Attachment)

Ms. Richardson made a motion to approve the ERF Comprehensive Annual Financial Report Fiscal Year Ended December 31, 2017. Following a second by Ms. Brewer, the motion was unanimously approved.

4. Discussion, Consideration and Possible Approval to Issue Request for Proposals for International Equity Investment Manager

Mr. Bowman made a motion to approve the Request for Proposals for International Equity Investment Manager(s). Dr. Peavy seconded the motion. The motion was unanimously approved.

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INDIVIDUAL ITEMS – DISCUSSION OF AND/OR APPROVAL OF: (continued)

5. Discussion, Consideration and Possible Plan of Action to Rebalance Assets (Attachments)

Ms. Richardson made a motion to approve the Revisions to the ERF General Investment Policy as outlined on the attachment. Following a second by Mr. Bowman, the motion was unanimously approved.

6. Discussion, Consideration and Possible Plan of Action for Harvest Fund Advisors

Mr. Bowman made a motion to remove Harvest Fund Advisors from watch. Dr. Peavy seconded the motion. The motion was unanimously approved.

7. Amendment One to the Fiscal Year 2017-2018 ERF Budget (Attachment)

Mr. Kleinman made a motion to approve Amendment One to the Fiscal Year 2017-2018 ERF Budget as outlined on the attachment. Following a second by Ms. Richardson, the motion was unanimously approved.

8. August 2018 Board Meeting Date

Because the City Council has a scheduled Budget Workshop on the regularly scheduled ERF Board Meeting date in August 2018, the August Board Meeting is rescheduled to Monday, August 20, 2018, at 9:00 A.M.

9. Possible Attendance at:

- a. CNBC Delivering Alpha 2018 to be held July 18, 2018
- b. Texas Association of Public Employee Retirement Systems (TEXPERS) 2018 Summer Forum – Systems & Employee Groups to be held August 11-14, 2018 (Attachment)
- c. Hamilton Lane Investor Meeting to be held October 2-3, 2018 (Attachment)
- d. GCM Grosvenor 2018 Small and Emerging Managers Conference to be held October 9-10, 2018 (Attachment)

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INDIVIDUAL ITEMS – DISCUSSION OF AND/OR APPROVAL OF: (continued)

9. Possible Attendance at: (continued)

e. The Vistria Group Annual Meeting to be held October 17, 2018 (Attachment)

Mr. Bowman made a motion to approve three ERF representatives to attend CNBC Delivering Alpha 2018, seven ERF representatives to attend the Texas Association of Public Employee Retirement Systems (TEXPERS) 2018 Summer Forum – Systems & Employee Groups, four ERF representatives to attend the Hamilton Lane Investor Meeting, four ERF representatives to attend the GCM Grosvenor 2018 Small and Emerging Managers Conference, and three ERF representatives to attend The Vistria Group Annual Meeting. Following a second by Ms. Richardson, the motion was unanimously approved.

10. Highlights of Past Conference(s)

There was no motion made on this item.

11. Reports and Recommendations by Executive Director and Staff:

a. Asset Allocation Report

There was no motion made on this item.

b. Monthly Performance Report

There was no motion made on this item.

c. ERF at a Glance (Attachment)

There was no motion made on this item.

d. ERF Member Meetings (Attachment)

There was no motion made on this item.

e. 2018 ERF Trustee Election Calendar (Attachment)

Mr. Kleinman made a motion to approve the 2018 ERF Trustee Election as a combined Election to be held on July 16th, 2018 for Places 1 and 2 pending Legal review or separate Elections to be held on July 16, 2018 and September 21, 2018. Following a second by Ms. Brewer, the motion was unanimously approved.

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INDIVIDUAL ITEMS – DISCUSSION OF AND/OR APPROVAL OF: (continued)

11. Reports and Recommendations by Executive Director and Staff: (continued)

f. Hermes Award for the 2016 CAFR (Attachment)

There was no motion made on this item.

b. Monthly Performance Report

Mr. Kinton made a motion to reconsider the Monthly Performance Report. Following a second by Mr. Bowman, the motion was unanimously approved.

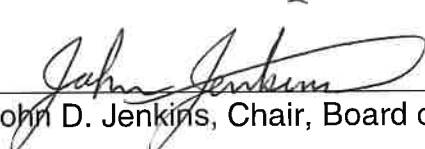
There was discussion.

There was no further motion made on this item.

The Executive Director stated that there was no further business to come before the Board. The Board Chair adjourned the meeting at 10:16 a.m.

All materials presented at the meeting of the Board of Trustees are now part of the Official Minutes.

APPROVED:



John D. Jenkins, Chair, Board of Trustees

ATTEST:



Cheryl D. Alston, Executive Director



C. Kay Watson, Board Coordinator