

**MINUTES**  
**MEETING OF THE BOARD OF TRUSTEES**  
**EMPLOYEES' RETIREMENT FUND OF THE CITY OF DALLAS**

**TUESDAY, MAY 8, 2018**

**1920 MCKINNEY AVENUE**

**10<sup>th</sup> 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, Lee M. Kleinman and Dr. John W. Peavy III

Absent: Craig D. Kinton

Staff: Cheryl D. Alston, Edward Scott, David K. Etheridge, Joshua Berman, Anita Gage, Melissa Harris, and C. Kay Watson

Others Present: Zaman Hemani, Ali Kazemi, Mark Randall, Stefan Smith, Thomas Toth and Lewis Ward

With a quorum present, the regular meeting of the Employees' Retirement Fund Board of Trustees was called to order at 9:08 a.m. by John D. Jenkins, Board Chair.

**DISCUSSION AND APPROVAL OF:**

The Board Chair presented the Minutes of the Employees' Retirement Fund Board of Trustees April 10, 2018 regular meeting for approval.

Mr. Kleinman moved approval of the Minutes of the Employees' Retirement Fund Board of Trustees April 10, 2018 regular meeting. Mr. Bowman seconded the motion and the Minutes of the Employees' Retirement Fund Board of Trustees April 10, 2018 regular meeting were unanimously approved.

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**DISCUSSION AND APPROVAL OF: (continued)**

Consent Agenda of May 8, 2018

Total Number of Retirees:	40
Total Number of Survivors:	6
Total Number of Termination/Redistribution of Survivor Benefits:	1
Total Number of QDRO Benefits:	3
Total Number of Small Estates:	6
Total Number of Large Estates:	1
Total Number of Disability Continuations:	0
Total Number of Deferred Vested:	0
Total Number of Final Calculations	0
Total Number of Corrections	0
Total Number of Resolution 2015-2 Retirements (Hardship)	0

Ms. Brewer moved approval of the Consent Agenda of the Employees' Retirement Fund of the City of Dallas at the Employees' Retirement Fund Board of Trustees May 8, 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 May 8, 2018 regular meeting was unanimously approved.

**INDIVIDUAL ITEMS – DISCUSSION OF AND/OR APPROVAL OF:**

1. Actuarial Valuation Report as of December 31, 2017 by Mark Randall and Lewis Ward of Gabriel Roeder Smith & Company (Attachment)

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

There was no motion made on this item.

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

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

The Executive Director advised that the 2017 Actuarial Valuation Report would be brought back to the Board for possible action at the June 2018 Board Meeting.

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

3. First Quarter 2018 Review by Thomas Toth and Ali Kazemi of Wilshire Associates, Inc. (Attachments)

There was no motion made on this item.

The meeting recessed at 10:23 a.m. The meeting reconvened at 10:39 a.m.

4. Asset Allocation Update by Thomas Toth and Ali Kazemi of Wilshire Associates (Attachment)

There was no motion made on this item.

5. Discussion, Consideration and Possible Action to Revise the General Investment Policy (Attachment)

Mr. Bowman made a motion to approve revisions to the General Investment Policy with additional revisions as follows; High Yield from 12.5% to 10%, Credit Opportunities from 2.5% to 5%, MLPs from 10% to 7.5% and Global Equity from 5% to 7.5%. Following a second by Dr. Peavy, the motion was unanimously approved.

6. Discussion, Consideration and Possible Action to Revise Wellington Asset Management Investment Guidelines (Attachment)

Dr. Peavy made a motion to approve revisions to Wellington Asset Management Investment Guidelines. Following a second by Ms. Richardson, the motion was unanimously approved.

7. Possible Attendance at:

- a. Heitman 2018 Investor Meetings to be held June 12-13, 2018 (Attachment)

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

7. Possible Attendance at: (continued)
  - b. GCM Grosvenor Consortium 2018 to be held June 13-14, 2018 (Attachment)
  - c. Neuberger Berman 2018 Investment Leaders Summit and Private Equity Limited Partners Annual Meeting to be held June 20-21, 2018 (Attachment)
  - d. Institutional Investor Forums 9<sup>th</sup> Annual Evolving Fiduciary Obligations of Institutional Investors to be held June 25-26, 2018 (Attachment)
  - e. The Common Fund Institute 2018 to be held June 25-29, 2018 (Attachment)
  - f. Institutional Investor Forums Innovation in Investment to be held July 17, 2018 (Attachment)

Mr. Bowman made a motion to approve two ERF representatives to attend the Heitman 2018 Investor Meetings, two ERF representatives to attend the GCM Grosvenor Consortium 2018, three ERF representatives to attend the Neuberger Berman 2018 Investment Leaders Summit and Private Equity Limited Partners Annual Meeting, two ERF representatives to attend the Institutional Investor Forums 9<sup>th</sup> Annual Evolving Fiduciary Obligations of Institutional Investors, two ERF representatives to attend The Common Fund Institute 2018, and three ERF representatives to attend the Institutional Investor Forums Innovation in Investment. Following a second by Ms. Brewer, the motion was unanimously approved.

8. Highlights of Past Conference(s)

There was no motion made on this item.

9. 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.

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

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

c. ERF at a Glance (Attachment)

There was no motion made on this item.

d. 2018 Pacesetter Awards – National Association of Securities Professionals

The National Association of Securities Professionals selected Cheryl D. Alston to receive the 2018 Pacesetter award for individual trustees or funds that have ensured or promoted the full involvement of women or minorities in the securities industry.

The meeting recessed at 11:46 a.m. The meeting reconvened at 12:01 p.m.

10. **CLOSED SESSION (LEGAL)**

Discussion of legal matters will be closed to the public under the terms of Section 551.071 of the Texas Open Meetings Act.

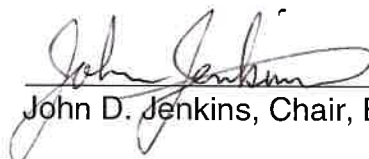
The meeting then went into Closed Session at 12:01 p.m. under the provisions of Section 551.071 (legal) of the Texas Open Meetings Act for the purpose of discussing legal matters.

The meeting reconvened at 12:38 p.m. No other matters were discussed in Closed Session.


The Executive Director stated that there was no further business to come before the Board. The Board Chair adjourned the meeting at 12:38 p.m.

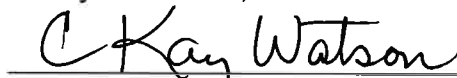
All materials presented at the meeting of the Board of Trustees are now part of the Official Minutes.

APPROVED:

  
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John D. Jenkins, Chair, Board of Trustees

ATTEST:

  
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Cheryl D. Alston, Executive Director

  
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C. Kay Watson, Board Coordinator