

**MINUTES OF THE INVESTMENT REVIEW MEETING OF
THE CITY OF MIAMI
FIRE FIGHTERS' AND POLICE OFFICERS' RETIREMENT TRUST**

May 4, 2017

MEMBERS PRESENT

O. Cotera	-	Appointed by the City Commission
N. Enriquez	-	Elected by the Fire Fighters
M. Fernandez	-	Appointed by the City Commission
T. Gabriel	-	Appointed by the City Commission
D. Iturrey	-	Appointed by the City Manager
S. MacDonald	-	Elected by the Police Officers
R. Suarez	-	Elected by the Fire Fighters
A. Valdivia	-	Elected by the Police Officers

ALSO PRESENT

W. Cottle	-	Investment Consultant
J. Nipp	-	Investment Consultant

MEMBERS ABSENT

T. Roell	-	Appointed by the City Commission
----------	---	----------------------------------

Chairman O. Cotera called the meeting to order at 10:30 a.m. with a quorum being present.

INVESTMENT /ISSUES AND PERFORMANCE REVIEW QE 03/31/2017

MILLIMAN USA – Represented by W. Cottle

The Consultant reviewed with the Board the performance for quarter ending March 31, 2017. Specific points addressed are as follows:

NCPERS Code of Conduct

The Board reviewed a listing of the Trust's Managers that have complied with the Board's requirement for all vendors to execute the NCPERS Code of Conduct Certification. The Consultant was directed to reach out to those Managers that have not complied and informed them that noncompliance will have significant consequences.

JP Morgan Global Private Equity Fund VI - Update

Review of legal documents is progressing. A call has been schedule to discuss list of questions prepared by Consultant and Legal Counsel.

MINUTES OF THE INVESTMENT REVIEW MEETING. OF THE CITY OF MIAMI FIRE FIGHTERS' AND POLICE OFFICERS' RETIREMENT TRUST

May 4, 2017

Page 2 of 3

INVESTMENT /ISSUES AND PERFORMANCE REVIEW QE 03/31/2017 (continued)

Asset Allocation Study Update

Consultant reported that the information requested from the Actuary had been received and they Study was progressing.

Manager Search Update

The responses for the questionnaires that were sent out have now been received and are being reviewed. The report with recommendations will be presented to the Board at the Regular meeting scheduled for June 28th .

Performance Report

The FIPO Trust had a total market value of \$1,537,998,309 as of March 31, 2017, which represents an increase of \$14.0 million from the December 31, 2016 market value. The overall increase in the Trust's market value was the result of \$23.3 million in net cash outflows and an investment gain of \$50.1 million. The Trust had a return of 3.4% during the first quarter of 2017, which underperformed the Fund's benchmark return of 3.8%. Over the past year the Trust's return of 9.4% was below the benchmark return of 10.1%. Over the past three years the Trust's return of 5.7% , was below the benchmark of 5.8%. Over the past five years the Trust returned 7.95, this was above the benchmark return of 7.8%. Over the past ten years the Trust's return of 5.7%, was better than the 5.3% return of the benchmark. Since inception (January 1994) the total fund has returned an annualized 8.2% compared to the benchmark return of 7.6%.

Watch List

Jackson Square Partners was placed on list May 6, 2016.

AXA high yield income portfolio was placed on list August 5, 2016.

MANAGER PRESENTATIONS

The below listed Investment Managers made presentations to the Board on their performance for quarter ending March 31, 2017. A copy of their individual reports is on file at the Fire and Police Pension Office and available for review.

Jackson Square Partners – Represented by S. Hayman and D. Prislín

Representatives reviewed the portfolio which continued to underperformed the benchmark. A lengthy question and answer period followed the presentation. A motion was made by T. Gabriel and seconded by S. MacDonald to terminate Jackson Square and moved the funds to a Russell 1000 Index to await the results of the Large Cap Growth Equity Manager search. Discussion resumed. The motion was approved unanimously.

MINUTES OF THE INVESTMENT REVIEW MEETING. OF THE CITY OF MIAMI FIRE FIGHTERS' AND POLICE OFFICERS' RETIREMENT TRUST

May 4, 2017

Page 3 of 3

INVESTMENT /ISSUES AND PERFORMANCE REVIEW OE 03/31/2017 (continued)

AXA – Represented by R. Houle and J. Gagnier

Copper Rock – Represented by S. Dexter

Barrow, Hanley, et al – Represented by D. Hardin, M. Giambroni

First Eagle - Represented by M. McLennan and C. Miller

Standard Life – Represented by J. Fitzgerald, B. Nichols, and J. Boyse

With no further business, the meeting was adjourned at 3:15 p.m. by a motion from S. MacDonald a second from A. Valdivia and a unanimous vote.


Ornel Cotera, Chairman

Attest:


Dania Orta, Administrator