



Minutes for Police Officers Retirement System Board of Trustees Meeting

5/11/2022 | 1:30 pm – 4:23 pm - Eastern Time (US and Canada)

Attendees

Board

In-Person: Chris Pietsch, Jay Jupiter, Ed O'Carroll, Jim Bitner, James Dooley, James Krause (left 2:15),
Brendan Harold

Absent: Rich Barron

Staff

In-Person: Jeff Weiler, Katherine Molnar, Andy Spellar, Yuko Ando, Tony Vu, Phillip Dmitrov, Amy Bain
Virtual: Brian Morales

Guests: Mark Hurrell and Carlos Nogueira from VanEck (arrived 2:35 pm, departed 3:15 pm); Ed Chin,
Thejas Nalval and Lalita Chelluri from Parataxis (arrived 3:33 pm, departed 3:50 pm)

Set Agenda

Mr. Krause called the meeting to order at 1:30 PM

CLOSED SESSION – LEGAL AND PERSONNEL MATTERS

Mr. Krause moved:

Motion to Go into Closed Session – Legal and Personnel Matters

THAT THE FAIRFAX COUNTY POLICE OFFICERS RETIREMENT BOARD OF TRUSTEES GO INTO CLOSED SESSION FOR CONSULTATION WITH LEGAL COUNSEL AND BRIEFINGS BY STAFF MEMBERS OR CONSULTANTS PERTAINING TO ACTION OR PROBABLY LITIGATION AND CONSULTATION WITH LEGAL COUNSEL ON SPECIFIC LEGAL MATTERS REQUIRING LEGAL ADVICE BY COUNSEL PURSUANT TO VIRGINIA CODE SECTION 2.2.3711(A) (7) (8)

The motion was seconded and the motion passed unanimously.

The Board entered closed session at 1:31 p.m.

Mr. Harold moved:

Cleansing Motion Coming Out of Closed Session:

CHAIR: IN ACCORDANCE WITH VIRGINIA CODE SECTION 2.2-3712, I MOVE THAT THE FAIRFAX COUNTY POLICE OFFICERS RETIREMENT BOARD OF TRUSTEES MEMBERS CERTIFY THAT, TO THE BEST OF EACH MEMBER'S KNOWLEDGE, ONLY PUBLIC BUSINESS MATTERS LAWFULLY EXEMPTED FROM OPEN MEETING REQUIREMENTS UNDER THE VIRGINIA FREEDOM OF INFORMATION ACT AND ONLY SUCH PUBLIC BUSINESS MATTERS AS WERE IDENTIFIED IN THE MOTION BY WHICH THE CLOSED SESSION WAS CONVENED WERE HEARD, DISCUSSED, OR CONSIDERED IN CLOSED SESSION.

Mr. Bitner seconded the motion and the motion passed unanimously.

The Board exited closed session at 2:29 p.m.

Recognition

The Board recognized the significant efforts of Ms. Molnar and presented her with a certificate and a pay increase, which specifically stated that Ms. Molnar is recognized:

FOR LEADING THE POLICE OFFICERS RETIREMENT SYSTEM PORTFOLIO TO #1 IN THE BNY-MELLON UNIVERSE OF PUBLIC FUNDS

Investment Matters

Manager Presentations

The Board discussed the length and content of investment manager presentations made to the Board. It was agreed that they do not, in general, wish to hear directly from the managers. Rather they would like for Ms. Molnar to present information and recommendations for new and existing managers based on her expertise and the due diligence she undertakes. The Board does want to continue to approve new managers and terminations of managers.

Mr. Harold moved, Mr. Bitner seconded the motion, and the motion passed to enter closed Session at 2:31 p.m.

Motion to Go into Closed Session - Virginia Code Section 2.2-3711(A)(8):

CHAIR: I MOVE THAT THE FAIRFAX COUNTY POLICE OFFICERS RETIREMENT BOARD OF TRUSTEES GO INTO CLOSED SESSION, PURSUANT TO VIRGINIA CODE SECTION 2.2-3711(A)(20), FOR DISCUSSION REGARDING THE ACQUISITION, HOLDING OR DISPOSITION OF A SECURITY OR OTHER OWNERSHIP INTEREST IN AN ENTITY. THE SECURITY OR OWNERSHIP INTEREST IS NOT TRADED ON A GOVERNMENTALLY REGULATED SECURITIES EXCHANGE. THE DISCUSSION: CONCERNS CONFIDENTIAL ANALYSES PREPARED FOR THE BOARD OF TRUSTEES, AND WAS PROVIDED TO THE BOARD OF TRUSTEES UNDER A PROMISE OF CONFIDENTIALITY OF THE FUTURE VALUE OF SUCH OWNERSHIP INTEREST OR THE FUTURE FINANCIAL PERFORMANCE OF THE ENTITY,

WOULD HAVE AN ADVERSE EFFECT ON THE VALUE OF THE INVESTMENT TO BE ACQUIRED, HELD, OR DISPOSED OF BY FAIRFAX COUNTY POLICE OFFICERS RETIREMENT BOARD OF TRUSTEES SPECIFICALLY RELATES TO:
INVESTMENT MANAGER PRESENTATIONS

- i. Recommendations
- ii. Portfolio Updates and actions
- iii. Market Value Report
- iv. Manager Reports
- v. Closed Session Notes

The closed session was ended upon completion of closed session business.

Cleansing Motion Coming Out of Closed Session:

CHAIR: IN ACCORDANCE WITH VIRGINIA CODE SECTION 2.2-3712, I MOVE THAT THE FAIRFAX COUNTY POLICE OFFICERS RETIREMENT BOARD OF TRUSTEES MEMBERS CERTIFY THAT, TO THE BEST OF EACH MEMBER'S KNOWLEDGE, ONLY PUBLIC BUSINESS MATTERS LAWFULLY EXEMPTED FROM OPEN MEETING REQUIREMENTS UNDER THE VIRGINIA FREEDOM OF INFORMATION ACT AND ONLY SUCH PUBLIC BUSINESS MATTERS AS WERE IDENTIFIED IN THE MOTION BY WHICH THE CLOSED SESSION WAS CONVENED WERE HEARD, DISCUSSED, OR CONSIDERED IN CLOSED SESSION.

Mr. Harold moved, Mr. Dooley seconded the motion, and the motion passed unanimously to exit closed Session at 4:16 p.m.

Performance Snapshot

The Performance Snapshot was noted for the record.

Action Items

Approval of Minutes

Mr. Harold moved:

APPROVE THE APRIL 2022 BOARD MEETING MINUTES

Mr. Bitner seconded the motion and the motion passed unanimously.

Mr. Bitner moved:

TO INVEST \$10 MILLION (50 BP TARGET SIZE) IN THE VANECK NEW FINANCE INCOME FUND TO BE FUNDED BY REDUCING LOOMIS SAYLES HIGH YIELD BY 50 BP.

Mr. Harold seconded the motion. Mr. Jupiter abstained and the motion carried.

Mr. O'Carroll moved:

TO INVEST \$10 MILLION (50 BP TARGET SIZE) IN THE PARATAXIS DIGITAL YIELD FUND TO BE FUNDED BY REDUCING LOOMIS SAYLES HIGH YIELD BY 50 BP.

Mr. Bitner seconded the motion, and the motion passed unanimously.

Mr. Bitner moved:

TO APPROVE STAFF'S REBALANCING RECOMMENDATIONS. GRANT STAFF THE AUTHORITY TO AMEND THIS EXPOSURE AS NEEDED.

Mr. Dooley seconded the motion. Mr. Jupiter abstained and the motion carried.

Mr. Dooley moved:

THAT THE BOARD CONTINUE THE DISABILITY BENEFIT OF [REDACTED].

Mr. Harold seconded the motion and the motion passed unanimously.

Retirement & DROP Applications

Retirements and DROP entries were noted for the record.

Revised Letter on Military Service Purchase

Mr. O'Carroll will provide current figures. Mr. Weiler will request a revised calculation from Cheiron.

Board Requests and Follow-ups

Mr. Weiler referred the Board to the lists of open and completed Board requests.

Adjournment

Mr. Harold moved to

ADJOURN

Mr. Dooley seconded the motion and the motion passed unanimously.

The meeting adjourned at 4:23 p.m.



Rich Barron, President

FOOTNOTE: This information has been prepared by Fairfax County and has not been provided or approved by the General Partners, Investment Managers, or the Funds.