

MINUTES OF THE
EMERGING MANAGER COMMITTEE
MEETING HELD
Thursday, June 18, 2015 – 1:00 P.M.

Present:	<u>Committee Members</u>	James Clayborne Mark Cozzi Leslie Munger Shari Greco Reiches Mary Seminara-Schostok
	<u>Board Members</u>	Michael Frerichs (via telephone) Marc Levine Steven Powell
	<u>Staff</u>	William Atwood Genette Bacon-Cordova Johara Farhadieh Ciara Jackson Tim Kominiarek Tondalaya Lewis-Hozier Katherine Novel Linsey Payne Scott Richards Alise White
	<u>Guests</u>	Marquette Associates Dave Smith Franklin Park Brad Atkins, Laure Brasch Courtland Partners Steve Novick, Jarod Rapalje Clearlake Capital Jose Feliciano Oak Street Marc Zahr, Jim Hennessey, Larissa Herczeg
Absent:	<u>Committee Members</u>	None

ROLL CALL

Chairman Clayborne called the meeting to order at 1:00 p.m. The Secretary called the roll and noted a quorum was present. Mr. Cozzi motioned to allow Treasurer Frerichs to participate via telephone due to matters relating to his employment. Comptroller Munger seconded and the motion passed unanimously.

MINUTES OF PREVIOUS MEETING

Comptroller Munger moved to approve the minutes of the Emerging Manager Committee meeting held March 20, 2015 in the form previously submitted. Ms. Reiches seconded and the motion passed unanimously.

REPORT OF THE EMERGING MANAGER COMMITTEE CHAIRMAN

Chairman Clayborne reported that the National Association of Security Professionals, a trade association for minority owned financial entities, had just wrapped up their conference in Chicago where attendance was sold out. Both Chairman Clayborne and Director Atwood spoke on panels at the conference.

PRIVATE EQUITY PRESENTATION: CLEARLAKE CAPITAL ("CLEARLAKE")

Mr. Atkins, Franklin Park, referred Members to the memoranda, "Recommendation Report Clearlake Capital IV, L.P." previously distributed, and reviewed. (Official minutes contain attachments.)

Mr. Feliciano, Clearlake, was invited to join the meeting. Following review of materials, previously distributed, and comments from Members, the Clearlake representative thanked the Members for their time and excused himself from the meeting. (Official minutes contain attachment.)

Ms. Payne reported that Clearlake had completed a Vendor Disclose Policy Statement; there was nothing material to report.

Mr. Cozzi moved to allocate up to \$30M to Clearlake, consistent with the recommendation provided by Franklin Park. Ms. Reiches seconded and the motion passed unanimously.

REAL ESTATE PRESENTATION: OAK STREET REAL ESTATE CAPITAL ("OAK STREET")

Mssrs. Novick and Rapalje, Courtland, referred Members to the memoranda, "Evaluation of a Proposed Investment of Up to \$30 Million Not to Exceed 10% of Total Fund Commitments in Oak Street Real Estate Capital Fund III, L.P." previously distributed, and reviewed. (Official minutes contain attachments.)

Mssers. Zahr and Hennessey and Ms. Herczeg, Oak Street, were invited to join the meeting. Following review of materials, previously distributed, and comments from Members, the Oak Street representatives thanked the Members for their time and excused themselves from the meeting. (Official minutes contain attachment.)

Ms. Payne reported that Oak Street had completed a Vendor Disclosure Policy Statement; there was nothing material to report.

Mr. Cozzi moved to allocate up to \$30M not to exceed 10% of total fund commitments to Oak Street, consistent with the recommendation provided by Courtland, so long as Oak Street agrees to obtain a rating from a qualified third party rating agency (i.e., Moody's, Standard and Poor's, Fitch) in the event a prospective investment is not rated. Justice Schostok seconded and the motion passed unanimously

REPORT OF THE CONSULTANT: MARQUETTE ASSOCIATES

Performance Report - March 2015

Mr. Smith, Marquette Associates, referred Members to the Emerging & Minority Program Review report, which was previously distributed, and reviewed. (Official minutes contain attachment.)

UPDATE ON IMPLEMENTATION OF MWDBE BROKERAGE POLICY IN HEDGE FUND ASSET CLASS

Ms. Farhadieh informed Members that she is currently working with ISBI's hedge fund-of-fund managers and underlying hedge fund managers to develop MWDBE brokerage goals for this asset class. Following discussion, Mr. Levine requested that Ms. Farhadieh prepare a memorandum for the next meeting which sets forth the impact of the Board's MWDBE brokerage goals on the underlying brokers.

MINORITY BROKERAGE USAGE REPORT

Ms. Farhadieh referred Members to the Minority Brokerage Usage Report - quarter ended March 31, 2015, as previously distributed, and reviewed. Justice Schostok moved to accept the report. Comptroller Munger seconded and the motion passed unanimously. (Official minutes contain attachment.)

UNFINISHED BUSINESS

None

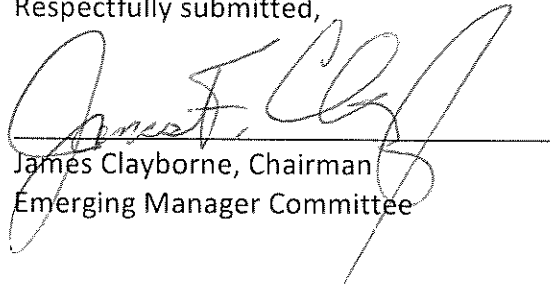
NEW BUSINESS

None

NEXT MEETING AND ADJOURNMENT

Chairman Clayborne stated that the next meeting of the Emerging Manager Committee would be scheduled for September 24, 2015, official notices to be distributed at a later date. At 2:45 p.m., there being no further business to come before the Committee, Justice Schostok moved to adjourn the meeting. Mr. Cozzi seconded and the meeting was adjourned.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "James F. Clayborne", is written over a horizontal line. The signature is fluid and cursive, with a large initial "J" and "C".

James Clayborne, Chairman
Emerging Manager Committee