

MINUTES OF THE  
EMERGING MANAGER COMMITTEE  
MEETING HELD  
Tuesday, September 15, 2015 – 10:00 A.M.

Present:	<u>Committee Members</u>	James Clayborne Mark Cozzi Leslie Munger Shari Greco Reiches Mary Seminara-Schostok (via telephone)
	<u>Board Members</u>	Michael Frerichs Marc Levine Steven Powell (via telephone)
	<u>Staff</u>	William Atwood Genette Bacon-Cordova Johara Farhadieh Ciara Jackson Tim Kominiarek Tondalaya Lewis-Hozier Katherine Novel Linsey Payne Alise White
	<u>Guests</u>	Marquette Associates Brian Wrubel, Dave Smith, Kelli Schrade  Courtland Partners Steve Novick, Kirby Freeman  Tristan Capital Partners Ric Lewis and Nik Haigh
Absent:	<u>Committee Members</u>	None

### ***ROLL CALL***

Chairman Clayborne called the meeting to order at 10:00 a.m. The Secretary called the roll and noted a quorum was present. Trustee Reiches moved pursuant to Section 7(a) of the Open Meetings Act to allow Justice Schostok to participate in the meeting via telephone due to her absence as a result of matters relating to her employment. Trustee Cozzi seconded and the motion passed unanimously.

### ***MINUTES OF PREVIOUS MEETING***

Trustee Reiches moved to approve the minutes of the June 18, 2015 Emerging Manger Committee in the form previously submitted. Comptroller Munger seconded and the motion passed unanimously.

### ***REPORT OF THE EMERGING MANAGER COMMITTEE CHAIRMAN***

Chairman Clayborne stated there was nothing to report.

### ***REAL ESTATE PRESENTATION: TRISTAN CAPITAL PARTNERS ("TRISTAN")***

Courtland representatives referred Members to the memorandum, "Evaluation of a Proposed Investment of Up to \$40 Million in European Property Investors Special Opportunities 4, L.P." ("EPISO 4") previously distributed, and reviewed. (Official minutes contain attachments.)

Tristan representatives, on behalf of EPISO 4, were invited to join the meeting. Following review of materials, previously distributed, and comments from Members, the Tristan representatives thanked the Members and were excused. (Official minutes contain attachment.)

The General Counsel reported that Tristan had completed a Vendor Disclosure Policy Statement; there was nothing material to report and all disclosures had been considered in the recommendation provided by Courtland.

Trustee Reiches moved, consistent with the recommendation provided by Courtland, to allocate \$40M to EPISO 4, subject to legal review and execution of contracts. Trustee Cozzi seconded and the motion passed unanimously

### ***REPORT OF THE CONSULTANT: MARQUETTE ASSOCIATES***

#### **Performance Report - June 2015**

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

***ADOPTION OF DIVERSITY POLICY***

Ms. Farhadieh referred Members to the memorandum, "Public Act 99-0462," as previously distributed and reviewed. Discussion ensued among the Members. Trustee Reiches moved to adopt the Diversity Policy, as distributed. Trustee Cozzi seconded and the motion passed unanimously. (Official minutes contain attachment.)

***MINORITY BROKERAGE USAGE REPORT***

Ms. Farhadieh referred Members to the Minority Brokerage Usage Report - quarter ended June 30, 2015, as previously distributed and reviewed. Discussion ensued among the Members. (Official minutes contain attachment.)

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

Ms. Farhadieh informed Members that she is continuing to work with ISBI's hedge fund-of-fund managers and underlying hedge fund managers to develop MWDBE brokerage goals for the hedge fund asset class. Trustee Cozzi suggested inviting ISBI's hedge fund-of-fund managers to discuss the matter at a future meeting.

***UNFINISHED BUSINESS***

None

***NEW BUSINESS***

Ms. Farhadieh reminded Members that ISBI, in conjunction with Courtland, is hosting a luncheon to encourage the utilization of emerging and minority real estate investments, details to be circulated to the Members at a later date.

Chairman Clayborn raised his concern regarding the potential termination of certain emerging and minority investment advisers, asking that Members consider broader factors rather than focusing on recent performance measures. Discussion among the Members ensued.

***PUBLIC COMMENT***

None.

***NEXT MEETING AND ADJOURNMENT***

Chairman Clayborne stated that the next meeting of the Emerging Manager Committee would be scheduled at a later date with official notices to be distributed. At 11:45 a.m., there being no further business to come before the Committee, Comptroller Munger moved to adjourn the meeting. Trustee Cozzi seconded and the meeting was adjourned.

Respectfully submitted,

  
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William Atwood, Executive Director