

MINUTES OF THE  
MEETING  
OF THE  
EMERGING MANAGER COMMITTEE MEETING

Wednesday, June 14, 2017 – 4:40 P.M.  
50 S. LaSalle Street, 9<sup>th</sup> Floor  
Chicago, IL 60603

Present:	Committee Members	Senator James Clayborne Ezequiel Flores Marc Levine Shari Greco Reiches
	Board Members	Comptroller Susana Mendoza Justice Mary Seminara-Schostok Katherine Hennessy Stacey Woehrle
	Staff	William Atwood Genette Bacon-Cordova Chris Brannan Shawn Evans Johara Farhadieh Mitchell Green James Karls Scott Richards David Zaloga
	Guests	Hamilton Lane Advisors, LLC Matt Silverio Andrea Kramer

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Absent:	Committee Members	Meketa Investment Group Alli Wallace Frank Benham David Hetzer
	Committee Members	Treasurer Michael Frerichs

***ROLL CALL***

Chairman Clayborne called the meeting to order at 3:53 p.m. Mr. Brannan called the roll and noted a quorum was present.

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

None.

***CONSIDERATION AND APPROVAL OF PREVIOUS MEETING MINUTES***

Trustee Flores moved to approve the minutes of the Emerging Manger Committee meeting held on March 3, 2017 in the form previously submitted. Trustee Reiches seconded and the motion passed unanimously.

***PRESENTATION BY PRIVATE EQUITY CONSULTANT: HAMILTON LANE ADVISORS, LLC ("HAMILTON LANE")***

At 3:55 p.m., Trustee Reiches, moved to go into Executive Session pursuant to Section 2(c)(7) of the Open Meetings Act to discuss specific investment managers and applicable contracts. Trustee Flores seconded and the motion was called to a roll call vote. All in favor: Trustees Levine, Reiches, Flores, and Clayborne. Nays: None. The motion passed unanimously.

Board Chairman Levine moved to return to the open meeting at 4:13 p.m. Trustee Flores seconded and the motion passed unanimously.

***REPORT OF THE DEPUTY EXECUTIVE DIRECTOR***

**Diversity Policy Review**

Ms. Farhadieh referred Members to the Emerging & Minority Investment Managers report as of March 31, 2017, which was previously distributed and reviewed. Discussion ensued about the current goals and ISBI Staff's current practices and whether ISBI Staff was comfortable with the current goals. Ms. Farhadieh noted that despite the transitions in the Portfolio, the Portfolio's MWDBE investment manager utilization had remained substantially the same since last year.

Ms. Farhadieh referred Members to the MWDBE Brokerage Reports ending March 31, 2017, previously distributed and reviewed. Ms. Farhadieh noted that the Portfolio was meeting its goals, however she noted that certain individual managers were not meeting their goals.

Ms. Farhadieh referred Members to the MWDBE Contracts and Service Providers report, previously distributed and reviewed.

Ms. Farhadieh referred Members to the Fiduciary Diversification report, previously distributed and reviewed. Ms. Farhadieh noted that with the newest appointments, the Board would be considered a female majority firm.

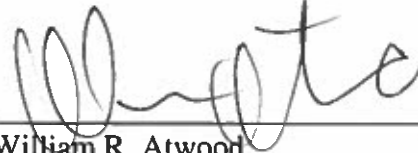
***NEW / OLD BUSINESS***

None.

***NEXT MEETING AND ADJOURMENT***

Chairman Clayborne noted that Committee members would be notified of time and date of the next meeting. At 4:28 p.m., there being no further business to come before the Committee, Trustee Flores moved to adjourn the meeting. Trustee Reiches seconded and the meeting was adjourned.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "W. Atwood", written over a horizontal line.

William R. Atwood  
Executive Director

EXECUTIVE SESSION MINUTES  
OF THE  
EMERGING MANAGER COMMITTEE

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	<b>Board Members</b>	Comptroller Susana Mendoza Justice Mary Seminara-Schostok Katherine Hennessy Stacey Woehrle
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	<b>Guests</b>	Hamilton Lane Advisors, LLC Matt Silverio Andrea Kramer
		Meketa Investment Group Alli Wallace Frank Benham David Hetzer
<b>Absent</b>	<b>Committee Members</b>	Treasurer Michael Frerichs

At 3:55 p.m., Trustee Reiches, moved to go into Executive Session pursuant to Section 2(c)(7) of the Open Meetings Act to discuss specific investment managers and applicable contracts. Trustee Flores seconded and the motion was called to a roll call vote. All in favor: Trustees Levine, Reiches, Flores, and Clayborne. Nays: None. The motion passed unanimously.

***PRESENTATION BY CONSULTANT: HAMILTON LANE ADVISORS, LLC (“HAMILTON LANE”)***

Hamilton Lane representatives were asked to join the meeting and referred the Committee to the presentation materials. Hamilton Lane representatives discussed the firm’s initiatives towards diversity, including its practices in performing diligence on emerging managers and how it applies to ISBI’s diverse manager program. Hamilton Lane representatives noted Hamilton Lane’s Diversity Council, implemented in order to create a culture and implement practices geared towards diversity, including various organizations, councils and seminars held and sponsored. Trustee Flores inquired about internal back office diversity initiatives at external managers. Hamilton Lane representatives then discussed their vendor disclosure practices and implementation of new practices inquiring diversity statistics from its vendors. Hamilton Lane representatives then discussed ISBI’s current emerging manager portfolio as well as potential funds coming to market in the coming years. Senator Clayborne stated his appreciation of Hamilton Lane’s progress in developing and implementing diversity initiatives. Following their presentation and additional questions from Members, the Committee thanked Hamilton Lane representatives for their time.

Board Chairman Levine moved to return to the open meeting at 4:13 p.m. Trustee Flores seconded and the motion passed unanimously.

Respectfully submitted,



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William Atwood, Executive Director