

**MINUTES OF THE
EMERGING MANAGER COMMITTEE**

Monday, July 9, 2018 - 9:25 a.m.
180 N. LaSalle St., Suite 2015
Chicago, IL 60601

Present:

<u>Committee Members</u>	Senator James Clayborne Ezequiel Flores Shari Reiches Board Chairman Marc Levine
<u>Board Members</u>	Katherine Hennessy Justice Mary Seminara-Schostok Stacey Woehrle
<u>Staff</u>	Genette Bacon-Cordova Shawn Evans Johara Farhadieh Mitchell Green James Karls Dipesh Mehta Scott Richards Atul Talwar David Zaloga
<u>Guests</u>	Burke Burns & Pinelli, Ltd. Mary Patricia Burns Illinois State Comptroller's Office Chasse Rehwinkel Lauren Peters Kathleen Stralka Meketa Investment Group, Inc. Alli Wallace Legal & General IMA Katie Lam Justin Williams Kahn Swick & Foti, LLC Dahlia Ronen

Absent:

<u>Committee Members</u>	Treasurer Michael Frerichs
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ROLL CALL

Chairman Clayborne called the meeting to order at 9:26 a.m. in the Board Room of the Illinois State Board of Investment office at 180 North LaSalle Street, Suite 2015, in Chicago. Mr. Mehta 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 open meeting minutes from the February 23, 2018 meeting of the Emerging Manager Committee. Board Chairman Levine seconded, and the motion passed unanimously.

REPORT OF THE EXECUTIVE DIRECTOR/CHIEF INVESTMENT OFFICER

Diversity Policy Review

Ms. Farhadieh referred Members to the presentation materials, dated as of March 31, 2018. Ms. Farhadieh reported on MWDBE investment manager utilization, MWDBE investment management fee allocations, MWDBE investment manager brokerage utilization, MWDBE contracts and service providers, and fiduciary diversification. Ms. Farhadieh noted an improvement year over year. Trustee Reiches asked about ISBI's passive portfolio and if goals need to be changed. Ms. Farhadieh stated that the Diversity Policy is reviewed on an annual basis and if appropriate, revisions are made accordingly.

NEW / OLD BUSINESS

Senator Clayborne noted the Senate is scheduled to have hearings on public pension fund utilization of MWDBE vendors on August 28th and 29th, 2018.

PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURMENT

Chairman Clayborne noted that the next meeting was scheduled for September 21, 2018 and Committee Members will be notified of the time at a later date. At 9:35 a.m., there being no further business to come before the Committee, Trustee Flores moved to adjourn the meeting. Board Chairman Levine seconded, and the meeting was adjourned.

Respectfully submitted,



Johara Farhadieh, Executive Director/
Chief Investment Officer