

**MINUTES OF THE
EMERGING MANAGER COMMITTEE**

Tuesday, December 11, 2018 - 11:25 a.m.
180 N. LaSalle St., Suite 2015
Chicago, IL 60601

Present:

Committee Members

Chairman Senator James Clayborne
Ezequiel Flores
Shari Reiches
Board Chairman Marc Levine
Treasurer Michael Frerichs (via
Telephone)

Board Members

Katherine Hennessy

Staff

Genette Bacon-Cordova
Shawn Evans
Johara Farhadieh
Mitchell Green
James Karls
Dipesh Mehta
Scott Richards
Atul Talwar
David Zaloga

Guests

Burke Burns & Pinelli, Ltd.
Sarah Boeckman

Illinois State Comptroller's Office
Chasse Rehwinkel
Kathleen Stralka

Meketa Investment Group, Inc.
Ghiane Jones
Frank Benham

ROLL CALL

Chairman Clayborne called the meeting to order at 11:13 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.

Senator Clayborne moved that Treasurer Frerichs be allowed to participate in the meeting by conference call pursuant to Section 7(a) of the Open Meetings Act. Board Chairman Levine seconded, and the motion passed unanimously. At 11:20 a.m., Treasurer Frerichs joined the meeting by conference call.

REPORT OF THE EMERGING MANAGER COMMITTEE CHAIRMAN

None.

CONSIDERATION AND APPROVAL OF PREVIOUS MEETING MINUTES

Board Chairman Levine moved to approve the open meeting minutes from the September 20, 2018 meeting of the Emerging Manager Committee. Trustee Reiches 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 September 30, 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 highlighted a slide that provided the fees paid to MWDBE managers. Ms. Farhadieh updated Members with respect to the progress of ISBI's internal Staff Diversity Committee. Such Committee, she reported, had created a diversity vendor questionnaire that ISBI plans to share with its investment managers and vendors. ISBI also plans on having an internship program; vetting a diverse pool of candidates and selecting the best fit for ISBI. Trustee Flores asked if any other pension funds had an internal Staff Diversity Committee and Senator Clayborne said he was not aware of another one.

NEW / OLD BUSINESS

None.

PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURMENT

Chairman Clayborne noted that the next meeting was scheduled for March 15, 2019 and Committee Members will be notified of the time at a later date. At 11:33 a.m., there being no further business to come before the Committee, Board Chairman Levine moved to adjourn the meeting. Trustee Reiches seconded, and the meeting was adjourned.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Johara Farhadieh".

Johara Farhadieh, Executive Director/
Chief Investment Officer

