

MINUTES OF THE
INVESTMENT POLICY COMMITTEE

Thursday-Friday, December 12-13, 2019 - 3:10 p.m.
180 N. LaSalle St., Suite 2015
Chicago, IL 60601

Present:

<u>Committee Members</u>	Committee Chairman Michael Tarnoff Gisela Attlan Chairwoman Justice Mary Seminara- Schostok Elizabeth Sanders
<u>Board Members</u>	Senator Robert Martwick Comptroller Susana Mendoza
<u>Staff</u>	Genette Bacon-Cordova Johara Farhadieh Mitchell Green Heidi Hendricks Maryann Hong James Karls Dipesh Mehta Jessica Revilla Scott Richards Atul Talwar David Zaloga
<u>Guests</u>	Burke Burns & Pinelli, Ltd. Sarah Boeckman Illinois State Comptroller's Office Andrew Ranck Illinois State Treasurer's Office Rodrigo Garcia Allen Mayer Hamilton Lane Advisors, LLC Matt Silverio Sean Barber Mario Giannini

BlackRock Financial Management, Inc.
Yevgeny Gelfand
Andrea Picard
Elsa Soderberg

State Employees' Retirement System
Tim Blair (via telephone)

Governmental Consulting Solutions
Steve Zahn

Not Present:

Committee Members

Jaye Williams

ROLL CALL

Committee Chairman Tarnoff called the meeting to order at 3:16 p.m. in the Boardroom 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 INVESTMENT POLICY COMMITTEE CHAIR

Committee Chairman Tarnoff welcomed Trustees and attendees to the December 2019 Investment Policy Committee meeting. Chairman Tarnoff reiterated the importance of these quarterly meetings to allow for impactful conversations with ISBI Staff, Consultants, and Strategic Partners. Chairman Tarnoff thanked the Strategic Partners for taking the time to present to the Board and welcomed all Trustees to participate in future committee meetings, emphasizing the importance of their input.

CONSIDERATION AND APPROVAL OF MINUTES

Board Chairwoman Schostok moved to approve the minutes, as presented, from the September 20, 2019 meeting of the Investment Policy Committee. Trustee Sanders seconded, and the motion passed unanimously.

Board Chairwoman Schostok moved to approve and keep closed the Executive Session minutes, as presented, from the September 20, 2019 meeting of the Investment Policy Committee, pursuant to the recommendation of Fiduciary Counsel. Trustee Sanders seconded, and the motion passed unanimously.

REPORT BY STRATEGIC PARTNERS – BLACKROCK FINANCIAL MANAGEMENT, INC. and HAMILTON LANE ADVISORS, L.L.C

At 3:21 p.m., Board Chairwoman Schostok moved to go into Executive Session pursuant to Section 2(c)(7) of the Open Meetings Act to discuss specific investment contracts. Trustee Sanders seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Committee Chairman Tarnoff, Trustee Atflan, and Trustee Sanders.

At 4:55 p.m., Board Chairwoman Schostok moved to return to the open meeting. Trustee Atflan seconded, and the motion passed unanimously.

Board Chairwoman Schostok moved to approve the Strategic Annual Plan for Hamilton Lane Advisors LLC, consistent with the recommendation of ISBI Staff and Hamilton Lane. Trustee Sanders seconded, and the motion passed unanimously.

REPORT OF EXECUTIVE DIRECTOR/CHIEF INVESTMENT OFFICER AND SENIOR INVESTMENT OFFICER

Ms. Farhadieh gave an update on the Private Equity Strategic Partner Search, discussing ISBI's process and initial review.

MOTION TO RECESS

Committee Chairman Tarnoff noted that the Investment Policy Committee meeting would continue the next morning, December 13, 2019, at 9:00 a.m. At 5:03 p.m., Board Chairwoman Schostok moved that the Investment Policy Committee be in recess until the following morning at 9:00 a.m., consistent with public notice. Trustee Sanders seconded, and the motion passed unanimously.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Johara Farhadieh", is written above a horizontal line.

Johara Farhadieh, Executive Director/
Chief Investment Officer