

**MINUTES OF THE
INVESTMENT POLICY COMMITTEE**

Tuesday, May 19, 2020 – 9:00 A.M.
Remote Board Meeting
Per Executive Order 2020-33

Present:

<u>Committee Members</u>	Committee Chairman Michael Tarnoff Gisela Attlan Board Chairwoman Justice Mary Seminara-Schostok Elizabeth Sanders Jaye Williams
<u>Board Members</u>	Treasurer Michael Frerichs Senator Robert Martwick
<u>Staff</u>	Johara Farhadieh Mitchell Green Maryann Hong Dipesh Mehta Scott Mitchell Alex Somolski Atul Talwar
<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 Meketa Investment Group, Inc. Alli Wallace Todd Silverman BlackRock Financial Management, Inc. Andrea Picard Steven Feldman

Yevgeny Gelfand
Rahul Chandragiri

Hamilton Lane Advisors, LLC
Mario Giannini
Matt Silverio
Sean Barber
Isabel Mahan

Franklin Park Associates LLC
Bradley Atkins
Michael Bacine
Laure Brasch

Muller & Monroe Asset Management
LLC
Andre Rice
Irwin Loud
Marica Markowitz
Alfred Sharp
Rendel Solomon

Governmental Consulting Solutions
Steve Zahn

Members of the Public

Matt McCue, Financial News

ROLL CALL

Committee Chairman Tarnoff called the meeting to order at 9:05 a.m. Ms. Hong noted that given the COVID-19 public health emergency, Illinois Governor Pritzker issued a disaster proclamation response. According to Governor Pritzker's executive order 2020-33, meetings of public bodies may take place without a quorum of trustees being physically present for the meeting. As such, the ISBI May Investment Policy Committee Meeting would be conducted by virtual means. 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 May 2020 Investment Policy Committee meeting. Chairman Tarnoff noted that despite the current market volatility with ongoing COVID-19 pandemic, ISBI's portfolio is performing in line with expectations and is outperforming the benchmark and ranking in the top decile or quartile relative to the peer universe. Chairman Tarnoff thanked the Trustees and Strategic Partners for participating in these meetings.

CONSIDERATION AND APPROVAL OF MINUTES

Board Chairwoman Schostok moved to approve the minutes, as presented, from the December 12 and 13 meetings of the Investment Policy Committee. Trustee Atlan seconded, and the motion passed unanimously.

Trustee Sanders moved to approve and keep closed the Executive Session minutes, as presented, from the December 12 and 13 meetings of the Investment Policy Committee, pursuant to the recommendation of Fiduciary Counsel. Board Chairwoman Schostok seconded, and the motion passed unanimously.

REPORT BY STRATEGIC PARTNERS/CONSULTANT – BLACKROCK FINANCIAL MANAGEMENT, INC., MEKETA INVESTMENT GROUP, INC., and HAMILTON LANE ADVISORS, L.L.C

At 9:12 a.m., Committee Chairman Tarnoff moved to go into Executive Session pursuant to Section 2(c)(7) of the Open Meetings Act to discuss specific investment contracts. Trustee Williams seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Trustee Atlan, Board Chairwoman Schostok, Trustee Sanders, and Trustee Williams.

At 11:36 a.m., Board Chairwoman Schostok moved to return to the open meeting. Trustee Atlan seconded, and the motion passed unanimously.

Board Chairwoman Schostok moved to approve the revisions to the Legacy Manager Agreement with BlackRock Financial Management, Inc., subject to legal review and successful contract negotiations. Trustee Atlan seconded, and the motion passed unanimously.

PRESENTATION BY AND POSSIBLE APPROVAL OF PRIVATE EQUITY STRATEGIC PARTNER

Trustee Sanders moved to approve that ISBI, consistent with the recommendation of ISBI staff and Meketa, enter into an agreement with Franklin Park Associates LLC to manage a 2% private equity allocation on behalf of the Fund, at such time and in such manner as ISBI staff deems prudent, subject to legal review and successful contract negotiations. Trustee Attlan seconded, and the motion passed unanimously.

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

None.

NEW BUSINESS/OLD BUSINESS

None.

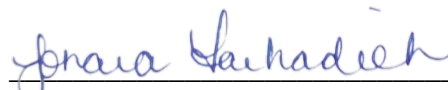
PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURNMENT

Committee Chairman Michael Tarnoff noted that the next meeting was scheduled for June 26, 2020 and Committee Members will be notified of the time at a later date. At 11:40 a.m., there being no further business to come before the Committee, Board Chairwoman Schostok moved to adjourn the meeting. Trustee Sanders seconded, and the meeting was adjourned.

Respectfully submitted,



Johara Farhadieh, Executive Director/
Chief Investment Officer