

**MINUTES OF THE  
INVESTMENT POLICY COMMITTEE**

Tuesday, December 8, 2020 – 1:00 P.M.  
Remote Board Meeting  
Per Public Act 101-0640

Present:

<u>Committee Members</u>	Committee Chairman Michael Tarnoff Gisela Attlan Terrence Healy Board Chairwoman Justice Mary Seminara-Schostok Elizabeth Sanders
<u>Board Members</u>	Treasurer Michael Frerichs Senator Robert Martwick
<u>Staff</u>	Mary Cahill Johara Farhadieh Jansen Hein Maryann Hong Jennifer Koelle Dipesh Mehta Scott Richards Alex Somolski Atul Talwar
<u>Guests</u>	Burke Burns & Pinelli, Ltd. Sarah Boeckman  Illinois State Treasurer's Office Rodrigo Garcia Allen Mayer  Meketa Investment Group, Inc. Alli Wallace Frank Benham  Hamilton Lane Advisors, LLC Matt Silverio Sean Barber Isabel Mahan

Mario Giannini

Franklin Park LLC

Ryan Mann

Brad Atkins

The Rock Creek Group, LP

Afsaneh Beschloss

Caroline Atkinson

Siddarth Sudhir

Tyson Pratcher

John Coombe

HighVista Strategies, LLC

Caroline Page

Ralphie Schorr

Adam Posner

Luke Chan

Members of the Public

Matt McCue, Financial News

Maya Ben, Journalist

Not Present:

Committee Members

Jaye Williams

## ***ROLL CALL***

Committee Chairman Tarnoff called the meeting to order at 1:08 p.m. Ms. Hong noted that per the recently passed Public Act 101-0640 and the ongoing COVID-19 public health emergency, it was not prudent to conduct the ISBI Board meetings in person. As such, the December ISBI Investment Policy Committee meeting would be conducted by virtual means. Ms. Hong stated for the record that ISBI's General Counsel was physically present at the office. Mr. Mehta called the roll and noted a quorum was present.

## ***REPORT OF THE INVESTMENT POLICY COMMITTEE CHAIR***

None.

## ***CONSIDERATION AND APPROVAL OF MINUTES***

Trustee Healy moved to approve the minutes, as presented, from the September 30, 2020 meeting of the Investment Policy Committee. Committee Chairman Tarnoff seconded the motion, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Atlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

Trustee Healy moved to approve and keep closed the Executive Session minutes, as presented, from the September 30, 2020 meeting of the Investment Policy Committee, pursuant to the recommendation of Fiduciary Counsel. Trustee Atlan seconded the motion, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Atlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

## ***REPORTS BY STRATEGIC PARTNERS & CONSULTANT – MEKETA INVESTMENT GROUP, HAMILTON LANE ADVISORS LLC, FRANKLIN PARK LLC, THE ROCK CREEP GROUP, and HIGHVISTA STRATEGIES, LLC.***

At 1:11 p.m., Trustee Tarnoff moved to go into Executive Session pursuant to Section 2(c)(7) of the Open Meetings Act to discuss specific investments and investment contracts. Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Atlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

At 5:23 p.m., Trustee Healy moved to return to the open meeting. Trustee Sanders seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Atlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

Board Chairwoman Schostok moved that the Board approve the revised Asset Allocation Policy consistent with the recommendation of Meketa Investment Group, Inc, and ISBI Staff; at such

time and manner as ISBI Staff deems prudent. The Board increased the Fund's target allocation to private equity (2%), private credit (1%), core investment grade bonds (1%), long-term Treasuries (1%), and infrastructure (1%), and reduced TIPS (1%) and multi-sector credit (5%). Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Attlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

Board Chairwoman Schostok moved that the Board approve the revised Strategic Partner Allocations and recommended ranges, consistent with the recommendation of Meketa Investment Group, Inc, and ISBI Staff; including any legal revisions and at such time and manner as ISBI Staff deems prudent. Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Attlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

Trustee Sanders moved that the Board approve the Strategic Annual Plans for ISBI's Strategic Partners consistent with the recommendation of ISBI Staff and ISBI's Strategic Partners. Trustee Attlan seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Attlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

Board Chairwoman Schostok moved that the Board approve revisions to the High Vista Investment Management Agreement, consistent with the recommendation of Meketa Investment Group, Inc., and ISBI Staff; subject to successful contract negotiations and legal review. Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Committee Chairman Tarnoff, Board Chairwoman Schostok, Trustee Attlan, Trustee Sanders, and Trustee Healy. The motion passed unanimously.

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

Mr. Mehta informed the Board regarding a lawsuit filed against the Board of Trustees of the American Federation of New York State Teamsters Conference Pension, Meketa Investment Group, and Horizon Actuarial Services. Mr. Mehta stated that ISBI's Legal Team is performing due diligence and will keep the Board apprised of any material updates. Committee Chairman Tarnoff asked if there were any questions, and there were none.

#### ***NEW BUSINESS/OLD BUSINESS***

None.

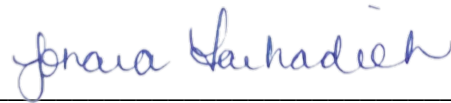
#### ***PUBLIC COMMENT***

None.

#### ***NEXT MEETING AND ADJOURNMENT***

Committee Chairman Michael Tarnoff noted that the next meeting was tentatively scheduled for March 18-19, 2021, and Committee Members will be notified of the time at a later date. At 5:25 p.m., there being no further business to come before the Committee, Trustee Healy moved to adjourn the meeting. Trustee Atflan seconded, and the meeting was adjourned.

Respectfully submitted,

A handwritten signature in blue ink, reading "Johara Farhadieh". The signature is written in a cursive style with a horizontal line underneath it.

Johara Farhadieh, Executive Director/  
Chief Investment Officer