

## **Minutes of Investment Committee Meeting**

October 16, 2019 – 12:00 PM – Board Room

**Called to Order: 12:03 p.m. by Chair Glenn E. Becker**

### **Attendance at Committee Meeting(s):**

#### **Investment Committee Members and Designees**

Glenn E. Becker, Chair  
David R. Fillman, Assistant Chair  
Michael G. Tobash  
Robin L. Wiessmann  
James Bloom – Designee for Secretary Robin L. Wiessmann  
Thomas Clancy – Designee for Treasurer Joseph M. Torsella  
Charles Duncan – Designee for Senator Vincent J. Hughes  
Lloyd Ebright – Designee for Treasurer Joseph M. Torsella  
Alan Flannigan – Designee for Secretary Robin L. Wiessmann  
Antoinette Marchowsky – Designee for Senator Vincent J. Hughes (via phone)  
Dan Ocko – Designee for Representative Dan B. Frankel  
Jill Vecchio – Designee for Representative Michael G. Tobash

#### **Other Board Members and Designees**

Charles Erdman – Designee for Senator John M. DiSanto

#### **Executive Staff**

Alicia James  
James Nolan  
N. Joseph Marcucci  
Terrill Sanchez

#### **Consultants**

Andrew Brett, NEPC  
Jay Kloepfer, Callan  
Britton Murdoch, Callan (via phone)  
Bud Pellicchia, Callan  
Tom Shingler, Callan (via phone)  
Matthew Ritter, NEPC  
Sweta Vaidya, Callan (via phone)

#### **Staff**

Rose Agnew  
Randy Albright  
Don Bell  
Thomas Derr

Marianna Fazylova  
David Felix  
Jonathan Ferrar  
Brian Gilroy  
Randy Gilson  
Phillip Greenberg  
Suzi Hansel  
Pam Hile  
Christopher Houston  
Kevin Kiehl  
Khalfani King  
David Kuntch  
Alan Lin  
Jeffrey McCormick  
Jeffrey Meyer  
Catherine Nolan  
Kara O'Donnell  
David Sedlak  
Bruce Thomas  
Joseph Torta  
William Truong

**Interns**

Daniel McGarvey  
Matthew Sechrist

**1. CALL TO ORDER AND ROLL CALL OF PARTICIPANTS**

Chair Becker called the meeting to order at 12:03 p.m.

**2. WELCOME AND INTRODUCTIONS****3. OLD BUSINESS**

- **REVIEW OF UPDATED ASSET LIABILITY STUDY PRESENTATION**  
Jay Kloepfer and Bud Pellecchia of Callan provided highlights of the updated Asset Liability Study conducted by Callan, which examines its impact on asset mixes and ultimately, funded status.
  
- **ASSET ALLOCATION POLICY TARGETS UPDATE/REVIEW OF SERS DRAFT DEFINED BENEFIT PLAN INVESTMENT POLICY STATEMENT**  
Jim Nolan and Bill Truong of SERS presented an enhanced version of the SERS Draft Defined Benefit Plan Investment Policy Statement (“IPS”), now a combination of the Strategic Investment Plan and several investment policies, which aims to achieve the 7.125% target actuarial assumed rate of return, maintain or reduce investment manager fees, increase liquidity and reduce exposure to higher cost less-liquid investments, identify and mitigate plan risks, and enhance transparency and clarification of asset exposures. The

Investment Committee agreed that the SERS staff and consultants should continue preparing the SERS Draft IPS using the refined 7.00% target asset allocation as stated in Callan's 2019 Asset-Liability Study presentation presented to the Investment Committee on October 16, 2019. The intent is to prepare a final IPS for the Board to approve at the December 4, 2019 Board meeting.

#### 4. EXECUTIVE SESSION/PUBLIC SESSION RESUMES

The Investment Committee entered executive session at 1:00 p.m. At 2:31 p.m., the Investment Committee resumed public session.

#### 5. COMMITTEE COMMENTS/ANNOUNCEMENTS/DATE TO REMEMBER

NONE


#### 6. MOTION TO ADJOURN

By motion that was moved by Chair Becker and approved unanimously by Investment Committee members, it was;

RESOLVED:

That this meeting is adjourned at 2:34 p.m.

Respectfully Submitted,



James Nolan, Acting Chief Investment Officer