

Minutes of Investment Committee Meeting

December 3, 2024 – 9:30 A.M. – Livestream

Called to Order: 9:30 a.m. by Committee Chair, Secretary Uri Monson

Attendance at Committee Meeting:

Investment Committee Board Members and Designees

- Secretary Uri Monson, Committee Chair
- Secretary Wendy Spicher, Assistant Committee Chair
 - Seamus Dubbs, Designee for Secretary Spicher
 - Eric Pistilli, Designee for Secretary Spicher
 - Jeffrey Soderstedt, Designee for Secretary Spicher
- Senator John DiSanto
 - Charles Erdman, Designee for Senator DiSanto
- Donald Enders
- W. Russell Faber
- Representative Dan Frankel
 - Anne Baloga, Designee for Representative Frankel
 - Jordan Laslett, Designee for Representative Frankel
 - Matt McCarry, Designee for Representative Frankel
 - Daniel Ocko, Designee for Representative Frankel
- John Galuska
- Treasurer Stacy Garrity
 - Christopher Craig, Designee for Treasurer Garrity
 - Lloyd Ebright, Designee for Treasurer Garrity
 - Thomas Waters, Designee for Treasurer Garrity
- Senator Vincent Hughes
 - Matthew Lindsay, Designee for Senator Hughes
 - Antoinette Marchowsky, Designee for Senator Hughes
- Representative Brett Miller
 - Michael Heckmann, Designee for Representative Miller
 - Jill Vecchio, Designee for Representative Miller

Other Board Members and Designees

- Gregory Thall, SERS Board Chair

SERS Senior Leadership

- Elizabeth Christian
Deputy Executive Director for Administration
- Cynthia Collins
Director of Governance & Strategic Initiatives
- Jo Ann Collins
Chief Compliance Officer
- Brenda Cunard
Deputy Executive Director for Member & Participant Services

- Thomas Derr
Director of Communications & Policy
- Pamela Hile
Press Secretary
- Daniel Krautheim
Chief Information Officer
- N. Joseph Marcucci
Chief Counsel

Ryan McCoy
Internal Audit Director
 Michael McGeoy
Assistant Chief Financial Officer
 Sara McSurdy
Chief Financial Officer
 Catherine Nolan
Deputy Chief Counsel

James Nolan (Cmte. Staff)
Chief Investment Officer
 Steven Skoff (Cmte. Counsel)
Deputy Chief Counsel
 Joseph Torta
Executive Director
 William Truong (Cmte. Staff)
Deputy Chief Investment Officer

Other SERS Staff

- Steve Balucha, Investment Office
- Jonathan Ferrar, Investment Office
- Jeffrey Meyer, Investment Office
- Kyle Reinfeld, Investment Office
- Steve Shank, Investment Office

Narrative/Issues:**1. CALL TO ORDER**

Committee Chair, Secretary Uri Monson, called the meeting to order at 9:30 a.m.

2. WELCOME AND ROLL CALL

Bill Truong, Deputy Chief Investment Officer of SERS, conducted roll call.

3. APPROVAL OF MINUTES OF SEPTEMBER 17, 2024, INVESTMENT COMMITTEE MEETING

By motion, the Committee agreed to approve the minutes of the September 17, 2024, Investment Committee meeting.

4. OLD BUSINESS (None)**5. NEW BUSINESS**

➤ **INVESTMENT POLICY STATEMENTS (IPS) REVIEW FOR THE DEFINED BENEFIT, DEFERRED COMPENSATION, AND DEFINED CONTRIBUTION PLANS**

Jon Ferrar of the SERS Investment Office provided the Committee with a review of the SERS Defined Benefit Plan's Investment Policy Statement, as well as a review and certain proposed updates to the SERS Defined Contribution and Deferred Compensation Plans' Investment Policy Statements. After the presentation, two motions by the Investment Committee were made as follows:

MOTION 1: Do I have a motion to recommend that the State Employees' Retirement Board approve the proposed updates to the SERS' Defined Contribution Plan Investment Policy Statement, as set forth in the attachment?

The roll call vote tabulation for the motion was as follows:

Board/Investment Committee Member	Vote
John DiSanto (Charles Erdman)	Y
Donald Enders	Y
W. Russell Faber	Y
Dan Frankel (Designee Matt McCarry)	Y
John Galuska	Y
Stacy Garrity	Y
Vincent Hughes (Designee Matt Lindsay)	Y
Brett Miller	Y
Uri Monson	Y
Wendy Spicher	Y

As a result, the Motion passed, and the recommendation was brought to the Board.

MOTION 2: Do I have a motion to recommend that the State Employees' Retirement Board approve the proposed updates to the SERS' Deferred Compensation Plan Investment Policy Statement, as set forth in the attachment?

The roll call vote tabulation for the motion was as follows:

Board/Investment Committee Member	Vote
John DiSanto (Charles Erdman)	Y
Donald Enders	Y
W. Russell Faber	Y
Dan Frankel (Designee Matt McCarry)	Y
John Galuska	Y
Stacy Garrity	Y
Vincent Hughes (Designee Matt Lindsay)	Y
Brett Miller	Y
Uri Monson	Y
Wendy Spicher	Y

As a result, the Motion passed, and the recommendation was brought to the Board.

- **QUARTERLY INVESTMENT PERFORMANCE ANALYSES AS OF SEPTEMBER 30, 2024**
Tom Shingler of Callan provided the Investment Committee with a review of the Quarterly Investment Performance Analysis, as of September 30, 2024, for the Defined Benefit Plan. Britt Murdoch of Callan provided the Investment Committee with a review of the Quarterly Investment Performance Analyses, as of September 30, 2024, for the Deferred Compensation and Defined Contribution Plans.
- **PRIVATE EQUITY QUARTERLY PERFORMANCE UPDATE AS OF JUNE 30, 2024**
Matt Roche of StepStone Group LP provided the Investment Committee with a review of the Quarterly Private Equity Performance Update, as of June 30, 2024.

- **REAL ESTATE QUARTERLY PERFORMANCE UPDATE AS OF JUNE 30, 2024**
Matt Ritter of NEPC, LLC provided the Investment Committee with a review of the Quarterly Real Estate Performance Update, as of June 30, 2024.

6. INFORMATIONAL ITEMS

Informational items as listed below were made available to the Investment Committee for review:

- a. September 2024 Asset Allocation Report
- b. Rebalancing Update
- c. NEPC/Hightower Update
- d. Annual Report of SERS' Investment Office Travel During 7/1/23-6/30/24
- e. IPI Partners Update and Recommendation

7. SPECIAL PRESENTATIONS (None)

8. EXECUTIVE SESSION

The Investment Committee entered Executive Session at 10:15 a.m. to discuss agenda items as listed below:

- a. Investment Manager Evaluation Quarterly Updates (Informational Only)
- b. Private Equity Stock Distributions Internal Liquidations
- c. Secondaries Discussion
- d. CIO End of Year Performance Report

9. PUBLIC SESSION RESUMES

At 10:33 a.m., the Investment Committee resumed Public Session. As a result of discussions during Executive Session, the following motion by the Investment Committee was made as follows:

➤ **PRIVATE EQUITY STOCK DISTRIBUTIONS INTERNAL LIQUIDATIONS**

MOTION: Do I have a motion that the State Employees' Retirement Board accept the recommendation of the Investment Committee to:

1. Terminate the current manager who manages Private Equity stock distributions (T. Rowe Price), effective immediately;
2. Delegate authority to the Chief Investment Officer to (i) contract for brokerage services, and (ii) liquidate securities received as stock distributions; and
3. Approve the corresponding updates to SERS' Defined Benefit Plan Investment Policy Statement, as set forth in the attachment?

The roll call vote tabulation for the motion was as follows:

Board/Investment Committee Member	Vote
John DiSanto (Charles Erdman)	Y
Donald Enders	Y
W. Russell Faber	Y
Dan Frankel (Designee Matt McCarry)	Y
John Galuska	Y
Stacy Garrity	Y
Vincent Hughes (Designee Matt Lindsay)	Y
Brett Miller	Y
Uri Monson	Y
Wendy Spicher	Y

As a result, the Motion passed, and the recommendation was brought to the Board.

10. COMMENTS/CONCERNS/QUESTIONS (None)

11. MOTION TO ADJOURN

By motion that was moved by Committee Chair, Secretary Uri Monson, and approved unanimously by Investment Committee members, it was:

RESOLVED: That this meeting was adjourned at 10:35 a.m.

Respectfully Submitted,

s/James Nolan
James Nolan, Chief Investment Officer