Investment Recommendation

SERS Investment Office staff ("Staff") and SERS' Private Equity Consultant, StepStone Group, recommend that the State Employees' Retirement System Investment Committee interview TJC LP ("TJC" or the "Firm") at the July 21, 2026, Investment Committee Meeting to consider a potential commitment of up to $150 million to The Resolute Fund VII, L.P. ("Fund VII" or the "Fund"), subject to the satisfactory completion of legal due diligence and contract negotiations. This would be a new investment manager relationship for SERS. Fund VII is targeting $8.5 billion in capital commitments with a $10.5 billion hard cap. The Fund is expected to hold a final close in November 2026.

Investment Rationale

Staff believes Resolute Fund VII represents a strong candidate for a SERS capital commitment, as it offers:

- Strong Networking Capacities and Reputation
- A Wealth of Proprietary Sourcing
- Engaged Value Creation
- Collaborative Culture and an Experienced Senior Team
- Attractive Fees and the Use of Recycled-Capital
- A Strong Portfolio Fit

Investment Risks & Mitigants

- Limited Realizations
- Fund Size Increase/Team Capacity
- Litigation or Headline Risk

Portfolio Implications

A commitment to Fund VII would be considered a 2026 vintage allocation to a fund that is categorized in the Private Equity asset class and Buyout sub-asset class. As of December 31, 2025, SERS' total allocation to Buyouts represented approximately 57.8% of the total Private Equity portfolio.

A commitment to Fund VII is expected to increase the Private Equity sub-strategy exposure to Buyouts by approximately 0.9%.