



CLOSED MINUTES

**Closed Meeting of the Investment Committee of the
State Universities Retirement System
March 8, 2018, 9:00 a.m.
State Universities Retirement System
1901 Fox Drive
Main Conference Room
Champaign, IL**

Upon motion by Trustee Craig McCrohon, second by Trustee Steven Rock, and a unanimous roll call vote, the Investment Committee went into closed session under the Open Meetings Act pursuant to §2(c)(7).

The following trustees were present: Mr. Mark Cozzi, Chair; Mr. Aaron Ammons, Mr. Tom Cross, Dr. John Engstrom, Dr. Fred Giertz, Mr. Paul R. T. Johnson Jr. (via conference call), Mr. Craig McCrohon, Dr. Steven Rock and Mr. Antonio Vasquez.

Others present: Martin Noven, Executive Director; Mr. Douglas Wesley, Chief Investment Officer; Ms. Ellen Hung, Deputy CIO; Ms. Bianca Green, General Counsel; Ms. Kimberly Pollitt, Mr. Joe Duncan, and Mr. Shane Willoughby, Senior Investment Officers; Mr. Brian Deloria and Mr. Alex Ramos, Investment Officers; Ms. Kelly Valle, Investment Analyst; Ms. Kristen Houch, Legislative Liaison; Ms. Emily Vock, Assistant General Counsel; Ms. Kelly Carson and Ms. Annette Ackerman, Executive Assistants; Ms. Mary Pat Burns of Burke, Burns & Pinelli; Mr. Neil Rue and Mr. David Sancewich of PCA; and Mr. Mike Yang of NEPC.

Investment Committee roll call attendance was taken. Trustee Cozzi, present; Trustee Cross, present; Trustee Cullen, absent; Trustee Giertz, present; Trustee Johnson, present via conference call; Trustee McCrohon, present; and Trustee Rock, present.

CORE PLUS REAL ESTATE INTERVIEWS

Mr. Shane Willoughby provided a brief comparison of the three finalists before presenting their investment strategies to the board.

Presentations were made by the following representatives of the three firms under consideration for Core Plus Real Estate.

- Blackstone Property Partners LP – Ms. Alexandra Hill and Mr. Frank Cohen.
- Carlyle Property Investors LP – Ms. Carolyn Weimer, Mr. Chip Lippman and Mr. Glenn Youngkin.

- Cabrera Capital Partners – Mr. Martin Cabrera, Mr. Dan Ault and Mr. Mark Kirincich.

Following the interviews, discussion occurred regarding the consideration of candidates, fee amounts and allocation of investment amounts to be distributed to each of the selected firms.

RESUME TO OPEN SESSION

Upon a motion by Trustee Steven Rock, second by Trustee Fred Giertz, the motion carried and the Investment Committee resumed its meeting in open session.

CLOSED SESSION

Upon motion by Trustee Rock, seconded by Trustee Aaron Ammons, and a unanimous roll call vote, the Investment Committee went into closed session under the Open Meetings Act pursuant to §2(c)(7).

The following trustees were present: Mr. Mark Cozzi, Chair; Mr. Aaron Ammons, Mr. Tom Cross, Dr. John Engstrom, Dr. Fred Giertz, Mr. Paul R. T. Johnson Jr. (via conference call), Mr. Craig McCrohon, Dr. Steven Rock and Mr. Antonio Vasquez.

Others present: Martin Noven, Executive Director; Mr. Douglas Wesley, Chief Investment Officer; Ms. Ellen Hung, Deputy CIO; Ms. Bianca Green, General Counsel; Ms. Kimberly Pollitt, Mr. Joe Duncan, and Mr. Shane Willoughby, Senior Investment Officers; Mr. Brian Deloria and Mr. Alex Ramos, Investment Officers; Ms. Kelly Valle, Investment Analyst; Ms. Kristen Houch, Legislative Liaison; Ms. Emily Vock, Assistant General Counsel; Ms. Suzanne Mayer, Chief Benefits Officer; Mr. Keith Johnson, SMP Manager; Ms. Kelly Carson and Ms. Annette Ackerman, Executive Assistants; Ms. Mary Pat Burns of Burke, Burns & Pinelli; and Mr. Neil Rue and Mr. David Sancewich of PCA.

Investment Committee roll call attendance was taken. Trustee Cozzi, present; Trustee Cross, present; Trustee Cullen, absent; Trustee Giertz, present; Trustee Johnson, present via conference call; Trustee McCrohon, present; and Trustee Rock, present.

DEFINED CONTRIBUTION CONSULTANT INTERVIEWS

Following the conclusion of the interviews conducted in open session, Trustee Cozzi requested input from staff and trustees. Mr. Martin Noven and Mr. Joe Duncan discussed the need for a specialty consultant to assist with the defined contribution plan. After further discussion regarding each of the finalist candidates' strengths, weaknesses and distinguishing characteristics, the group returned to open session.

PROCUREMENT POLICY REVIEW

Trustees reviewed proposed changes to the drafted investment procurement policy. Deliberations ensued as trustees discussed the merits of the policy. In conclusion it was determined that the procurement policy would be approved with paragraph F to be amended as follows; "It is expected that staff and consultants shall each provide independent recommendations to the board."

At the conclusion of the discussion, Trustee Rock moved that the meeting resume in open session. The motion was seconded by Trustee McCrohon and carried with all trustees present voting in favor.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "M. Noven", with a long horizontal flourish extending to the right.

Mr. Martin Noven
Secretary, Board of Trustees

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