

ILLINOIS MUNICIPAL RETIREMENT FUND
MEETING NO. 12-03-I

MEETING OF THE
INVESTMENT COMMITTEE

The Investment Committee met in the IMRF offices in Oak Brook, Illinois, on Thursday, March 22, 2012. Mr. Stafford, Chairman of the Investment Committee, called the meeting to order at 3:00 P.M.

(12-03-01)(Roll Call) Mr. Sambol called the roll:

Present: Nannini, Copper, Stulir, Henry, Piechocinski, Stafford, Thompson
Absent: None

Also in attendance were: Ms. Becker-Wold; and Messrs. Ball and Robinson of Callan Associates; Mr. Kosiba, IMRF Executive Director; Mr. DeCleene, IMRF Chief Financial Officer; Ms. Shah, IMRF Chief Investment Officer; Mr. Sambol, IMRF Investment Manager; and Ms. Brunke, Ms. Seplak, Ms. Vasquez, Ms. Bulger, Mr. Talaga, and Ms. Villarreal, IMRF Investment Analysts.

(12-03-02)(Public Comments) There were no public comments.

(12-03-03)(Actions Items)

- A. Approve Investment Committee Meeting Minutes from February 23, 2012 Meeting The Chief Investment Officer asked for the approval of the minutes of the February 23, 2012 Investment Committee Meeting.

It was moved by Ms. Henry; and seconded by Mr. Piechocinski; that the minutes of the February 23, 2012 meeting of the Investment Committee be approved.

Vote:

Aye: Nannini, Copper, Stulir, Stafford, Henry, Piechocinski

Nay: None

Abstain: Thompson

- B. Approve Statement of Investment Policy The Chief Investment Officer presented the revised Statement of Investment Policy to the Committee. Changes were limited to a new adoption date, sequence of sections and titles of sections.

The Chief Investment Officer concluded by asking the Committee to recommend approval of the Statement of Investment Policy to the Board.

It was moved by Mr. Nannini; and seconded by Ms. Copper; to recommend that the revised Statement of Investment Policy be approved.

Vote:

The motion was approved unanimously.

(12-03-04)(Staff and Callan Associates)

- A. Asset Allocation Presentation Staff and Consultant presented an asset allocation review to the Committee. This included an overview of Callan's capital market projection process; 2012 market expectations; long-term capital market projections; and a review of IMRF's target asset mix relative to risk and return expectations.

Staff and Consultant noted that IMRF's target asset allocation is efficient, and no changes are recommended. However, sub-asset classes and strategies within major asset classes will be refined in 2012. The Chief Investment Officer also stated that an asset liability modeling study will be performed in 2013.

- B. Overview of Almanac Realty Securities VI, L.P. Staff and Consultant presented their evaluation of Almanac Realty, and Almanac Realty Fund VI. After this presentation, Staff and Consultant recommended:

- commitment of up to \$50 million in Almanac Realty Securities Fund VI, L.P., subject to satisfactory legal diligence;
- commitment of up to \$15 million in Almanac Realty Securities Fund VI Sidecar II, L.P., for co-investments, subject to satisfactory legal diligence; and,
- authorization of Staff to complete all documentation necessary to execute these recommendations.

– The Committee recessed at 3:51 P.M.

– The meeting of the Investment Committee reconvened at 4:03 P.M.

(12-03-05)(Investment Manager Presentations)

- A. Almanac Realty Securities VI, L.P. Presentation Messrs. Ryan and Kaplan of Almanac Realty presented a review of their firm's organization structure, investment strategy, prior funds (IV and V), and performance history. This presentation was followed by questions from the Committee.

(12-03-06)(Action Items)

- A. Approve Allocation to Almanac Realty Fund VI and ARS II Sidecar Following this presentation, it was moved by Mr. Nannini; and seconded by Ms. Thompson; to recommend that the Board approve the real estate portfolio recommendations presented by Staff and Consultant.

Vote:

The motion was approved unanimously.

(12-3-07)(New Business) There was no new business presented or discussed during the meeting.

- The next meeting of the Investment Committee will be held on Thursday, May 17, 2012

(12-03-08)(Trustee Comments) There were no trustee comments.

(12-03-09)(Adjourn) By unanimous consent, the meeting of the Investment Committee adjourned at 4:46 P.M.

Chairman

Date

Clerk

Date