

**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**MEETING NO. 19-12-I**

**MEETING OF THE**  
**INVESTMENT COMMITTEE**

The Investment Committee met in the IMRF offices in Oak Brook, Illinois, on Thursday, December 19, 2019. Ms. Stanish, Chairman of the Investment Committee, called the meeting to order at 9:00 A.M.

(19-12-01)(Roll Call) Mr. Sambol called the roll:

Present: Copper; Miller; Henry; Wallace; Williams; and Stanish  
Absent: Kuehne

Also in attendance were: Mr. O'Connell of Callan Associates; Mr. Collins, IMRF Executive Director; Ms. Shah, IMRF Chief Investment Officer; Mr. Sambol, IMRF Investment Officer - Operations; and members of the IMRF Investment Staff.

(19-12-02)(Public Comments) There were no public comments.

(19-12-03)(Action Item)

- A. Approve Investment Committee Meeting Minutes from November 21, 2019 Meeting The Chairman asked for the approval of the minutes of the November 21, 2019 Investment Committee Meeting.

It was moved by Ms. Henry; and seconded by Ms. Copper; that the minutes of the November 21, 2019 meeting of the Investment Committee be approved.

Vote:

The motion was approved unanimously.

(19-12-04)(Staff Presentation)

- A. Private Equity Recommendations The Chief Investment Officer presented an overview of Lightspeed Venture Partners XIII, L.P., Lightspeed Venture Partners Select IV, L.P., and Lightspeed SPV OB, L.L.C. After this presentation, the Chief Investment Officer recommends:

(1)

- Authorize an aggregate commitment of up to \$100 million to Lightspeed Venture Partners XIII, L.P., and Lightspeed Venture Partners Select IV, L.P.; and up to \$25 million to Lightspeed SPV OB, L.L.C, subject to satisfactory legal due diligence; and,
- Authorize Staff to complete all documentation necessary to execute these recommendations

(19-12-05)(Manager Presentations)

- A. Lightspeed Venture Partners XIII, L.P., Lightspeed Venture Partners Select IV, L.P., and Lightspeed SPV OB, L.L.C. Messrs. Twohig and Romano of Lightspeed Venture Partners XIII, L.P., Lightspeed Venture Partners Select IV, L.P., and Lightspeed SPV OB, L.L.C., presented a review of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.

(19-11-06)(Action Items)

- A. Approve Allocations to Lightspeed Venture Partners XIII, L.P., Lightspeed Venture Partners Select IV, L.P., and Lightspeed SPV OB, L.L.C. It was moved by Ms. Henry; and seconded by Ms. Copper; to recommend that the Board:
- Authorize an aggregate commitment of up to \$100 million to Lightspeed Venture Partners XIII, L.P., and Lightspeed Venture Partners Select IV, L.P.; and up to \$25 million to Lightspeed SPV OB, L.L.C., subject to satisfactory legal due diligence; and,
  - Authorize Staff to complete all documentation necessary to execute these recommendations

Vote:

The motion was approved unanimously.

(19-12-07)(Staff Presentation)

- A. Real Estate Recommendation The Chief Investment Officer presented an overview of Ares European Property Enhancement Partners III, SCSp. After this presentation, the Chief Investment Officer recommends:
- Authorize a commitment of up to €100 million (approximately \$112 million) to Ares European Property Enhancement Partners III, SCSp., subject to satisfactory legal due diligence; and,

- Authorize Staff to complete all documentation necessary to execute this recommendation

(19-12-08)(Manager Presentation)

- A. Ares European Property Enhancement Partners III, SCSp. Mr. Lamont and Ms. Solomon of Ares European Property Enhancement Partners III, SCSp., presented a review of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.

(19-12-09)(Action Item)

- A. Approve allocation to Ares European Property Enhancement Partners III, SCSp. It was moved by Ms. Henry; and seconded by Mr. Wallace; to recommend that the Board:

- Authorize a commitment of up to €100 million (approximately \$112 million) to Ares European Property Enhancement Partners III, SCSp., subject to satisfactory legal due diligence; and,
- Authorize Staff to complete all documentation necessary to execute this recommendation.

Vote:

The motion was approved unanimously.

--The Committee recessed at 10:21 A.M.

--The Committee reconvened at 10:32 A.M.

(19-12-10)(Staff Presentation)

- A. Internal U.S. Large Cap Value Equity Portfolio The Chief Investment Officer presented an overview of the domestic equity portfolio and the U.S. Large Cap Value Equity Portfolio. After this presentation, the Chief Investment Officer recommends:

- Terminate BMO Large Cap Value
  - Full withdrawal (approximately \$1.1 billion) in manner deemed appropriate by CIO

- Authorize up to \$1 billion in assets to be managed by Staff in a new internal domestic equity portfolio benchmarked to a Scientific Beta US Value Factor Index; and,
- Authorize Staff to complete all documentation necessary to execute this recommendation, subject to satisfactory legal due diligence

(19-12-11)(Action Item)

A. Approve Internal U.S. Large Cap Value Equity Portfolio It was moved by Mr. Miller; and seconded by Mr. Wallace; to recommend that the Board approve:

- Terminate BMO Large Cap Value
  - Full withdrawal (approximately \$1.1 billion) in manner deemed appropriate by CIO
- Authorize up to \$1 billion in assets to be managed by Staff in a new internal domestic equity portfolio benchmarked to a Scientific Beta US Value Factor Index; and,
- Authorize Staff to complete all documentation necessary to execute this recommendation, subject to satisfactory legal due diligence

Vote:

The motion was approved unanimously.

(19-12-12)(Staff Presentation)

A. Review of Recommended Changes to Investment Committee Charter, Statement of Investment Policy and Real Estate Statement of Investment Policy The Chief Investment Officer presented an overview of recommended changes to IMRF's Investment Committee Charter, Statement of Investment Policy, and Real Estate Statement of Investment Policy to the Committee. She noted that these documents are presented, reviewed and approved annually. The Chief Investment Officer concluded by asking the Committee to recommend that the Board:

- Approve 2020 Investment Committee Charter as amended; and,
- Approve 2020 Statement of Investment Policy as amended, including the consolidation of the RESOIP into the 2020 Statement of Investment Policy

(19-12-13)(Action Items)

A. Approve 2020 Investment Committee Charter as amended and approve 2020 Statement of Investment Policy as amended It was moved by Ms. Henry; and seconded by Ms. Copper; to recommend that the Board:

- Approve 2020 Investment Committee Charter as amended; and,
- Approve 2020 Statement of Investment Policy as amended, including the consolidation of the RESOIP into the 2020 Statement of Investment Policy

Vote:

The motion was approved unanimously.

(19-12-14)(New Business) The Chief Investment Officer presented an update to the Committee regarding the recent announcement that Progress Investment Management will be going out of business. The firm manages approximately \$1.3 billion for IMRF in an MFPDOB manager-of-managers program. The Chief Investment Officer stated that Staff is evaluating options and will provide an update/recommendation during the first half of 2020.

The Chief Investment Officer stated that the Wilshire Investment Consulting agreement has been signed. Staff is currently evaluating monthly and quarterly performance reporting packages offered by Wilshire. We are also ensuring that Wilshire is gaining access to performance information prepared by IMRF's individual investment managers, as well as account information prepared by the Northern Trust.

(19-12-15)(Trustee Comments) There were no trustee comments.

--The next meeting of the Investment Committee is tentatively scheduled to be held on Thursday, February 20, 2020 beginning at 9:00 A.M.

*(Note: After this meeting, the next meeting of the Investment Committee was rescheduled to be held on Thursday, February 27, 2020 beginning at 9:00 A.M.)*

(19-12-16)(Adjourn) By unanimous consent, the meeting of the Investment Committee adjourned at 10:57 A.M.

Aue Stanis  
Chairman

2/27/20  
Date

Edward A. J. bol  
Clerk

February 27, 2020  
Date