

ILLINOIS MUNICIPAL RETIREMENT FUND
MEETING NO. 22-03-I

MEETING OF THE
INVESTMENT COMMITTEE

The Investment Committee met in the IMRF offices in Oak Brook, Illinois on Thursday, March 24, 2022. Mr. Kosiba, Chairman of the Investment Committee, called the meeting to order at 9:00 A.M.

(22-03-01)(Roll Call) Mr. Bush called the roll:

Present: Ms. Copper, Mr. Kosiba, Mr. Kuehne, Mr. Miller, Ms. Stanish, Ms. Mitchell, and Mr. Stefan

Present via Microsoft Teams: None

Absent: Ms. Henry

Also in attendance were Mr. Collins, IMRF Executive Director; Ms. Miller-May, IMRF Chief Investment Officer; Ms. Janicki-Clark, IMRF General Counsel; Ms. Govea, IMRF Investment Officer – Private Markets; Mr. Catanese, IMRF Investment Officer – Portfolio Management & Investment Strategy; Ms. Perez, IMRF Investment Officer – Diversity Programs & Total Portfolio; Mr. Bush, IMRF Investment Analyst – Portfolio Operations and members of the Investment Staff. Consultants Mr. Kazemi attended in person and Ms. Dean, Mr. Bracamontes, and Mr. Friedberg attended via Microsoft Teams.

(22-03-02)(Public Comments) There were no public comments.

(22-03-03)(Action Item)

- A. Approve Investment Committee Meeting Minutes from the February 10, 2022 Meeting
The Chairman asked for the approval of the minutes of the February 10, 2022, Investment Committee Meeting.

It was moved by Ms. Stanish; and seconded by Ms. Copper; that the minutes of the February 10, 2022, meeting of the Investment Committee be approved.

Vote:

The motion was approved unanimously.

--The committee member Ms. Henry joined via Microsoft Teams 09:05 A.M.

(22-03-04)(Staff Presentation)

A. Private Equity Recommendations The Chief Investment Officer and the Investment Officer – Private Markets presented an overview FirstMark Capital Fund VI, L.P. and FirstMark Opportunities Fund IV, L.P., Waud Capital Partners Fund VI, L.P., BPOC Fund VI, L.P., and Valor Fund VI, L.P. After this presentation, the Chief Investment Officer recommended:

- Authorize a commitment of up to \$50 million to FirstMark Capital Fund VI, L.P. and FirstMark Opportunities Fund IV, L.P., subject to satisfactory due diligence;
- Authorize a commitment of up to \$50 million to Waud Capital Partners Fund VI, L.P., subject to satisfactory due diligence;
- Authorize a commitment of up to \$25 million to BPOC Fund VI, L.P., subject to satisfactory due diligence;
- Authorize a commitment of up to \$75 million to Valor Fund VI, L.P., subject to satisfactory due diligence; and,
- Authorize Staff to complete all documentation necessary to execute these recommendations

(22-03-05)(Manager Presentations)

- A. FirstMark Capital Fund VI, L.P. and FirstMark Opportunities Fund IV, L.P. Mr. Amish Jani and Ms. Shilpa Nayyar of FirstMark Capital presented a review via Microsoft Teams of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.
- B. Waud Capital Partners Fund VI, L.P. Mr. Reeve Waud of Waud Capital Partners presented a review via Microsoft Teams of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.
- C. BPOC Fund VI, L.P. Mr. Greg Moerschel and Mr. Peter Magas of BPOC presented a review of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.
- D. Valor Fund VI, L.P. Mr. Juan Sabater and Mr. Joseph Haslip of Valor presented a review of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.

(22-03-06)(Action Items)

- A. Approve Allocations to FirstMark Capital Fund VI, L.P., FirstMark Opportunities Fund IV, L.P., Waud Capital Partners Fund VI, L.P., BPOC Fund VI, L.P., and Valor Fund VI, L.P. It was moved by Mr. Miller; and seconded by Mr. Kuehne to recommend that the Board:

- Authorize a commitment of up to \$50 million to FirstMark Capital Fund VI, L.P. and FirstMark Opportunities Fund IV, L.P., subject to satisfactory due diligence;
- Authorize a commitment of up to \$50 million to Waud Capital Partners Fund VI, L.P., subject to satisfactory due diligence;
- Authorize a commitment of up to \$25 million to BPOC Fund VI, L.P., subject to satisfactory due diligence;
- Authorize a commitment of up to \$75 million to Valor Fund VI, L.P., subject to satisfactory due diligence; and,
- Authorize Staff to complete all documentation necessary to execute these recommendations

Vote:

The motion was approved unanimously.

--The Committee recessed at 10:16 A.M.

--The meeting of the Investment Committee reconvened at 10:27 A.M.

(22-03-07)(Staff Presentation)

A. Real Estate Recommendations The Chief Investment Officer presented an overview of Newport Capital Partners Fund III, L.P. and Ares Project Horizon Co-Investment, L.P. After this presentation, the Chief Investment Officer recommended:

- Authorize a commitment of up to \$30 million to Newport Capital Partners Fund III, L.P., subject to satisfactory legal due diligence;
- Authorize a commitment of up to €20 million to Ares Project Horizon Co-Investment, L.P., subject to satisfactory legal due diligence; and,
- Authorize Staff to complete all documentation necessary to execute this recommendation

(22-03-08)(Manager Presentation)

A. Newport Capital Partners Fund III, L.P. Mr. Derrick McGavie and Ms. Roseann Morar of Newport Capital Partners presented a review of their firm's organization structure, investment strategy and product. This presentation was followed by questions from the Committee.

(22-03-09)(Action Items)

A. Approve Allocations to Ares Project Horizon Co-Investment, L.P. and Newport Capital Partners Fund III, L.P. It was moved by Mr. Miller; and seconded by Ms. Stanish; to recommend that the Board:

- Authorize a commitment of up to €20 million Ares Project Horizon Co-Investment, L.P., subject to satisfactory legal due diligence;
- Authorize a commitment of up to \$30 million Newport Capital Partners Fund, L.P., subject to satisfactory legal due diligence; and,
- Authorize Staff to complete all documentation necessary to execute this recommendation

Vote:

The motion was approved unanimously.

(22-03-10)(Staff and Consultant Presentations)

A. Asset Allocation Implementation Update The Chief Investment Officer and Mr. Catanese, and Mr. Kazemi presented the Asset Allocation and Implementation Update. This presentation was followed by questions from the Committee. The Chief Investment Officer recommended:

- Authorize the following actions subject to satisfactory legal due diligence and suitable liquidity/market conditions:
 - Termination and full withdrawal of the NTI S&P Growth Index account (approximately \$3.6 billion)
 - Termination and full withdrawal of the Standish-Mellon (Insight) Emerging Markets Debt account (approximately \$200 million)
 - Allocation up to \$200 million to Brookfield Global Listed Infrastructure
 - Allocation up to \$200 million to Cohen & Steers Global Listed Infrastructure
 - Allocation up to \$1.0 billion to IMRF Factor Diversity Portfolio
 - Allocation up to \$500 million to IMRF Scientific Beta HFI Portfolio
 - Allocation up to \$1.0 billion to Barings Global Loan Fund
 - Allocation up to \$300 million to MacKay Shields High Yield Bond
 - Residual cash from redemptions utilized to fund benefit payments, Private Markets investments, and liquidity needs as necessary
- Authorize Staff to complete all documentation necessary to execute these recommendations

(22-03-11)(Action Item)

A. Approve Asset Allocation Rebalance It was moved by Mr. Stefan; and seconded by Ms. Mitchell; to recommend that the Board approve the following:

- Authorize the following actions subject to satisfactory legal due diligence and suitable liquidity/market conditions:
 - Termination and full withdrawal of the NTI S&P Growth Index account (approximately \$3.6 billion)
 - Termination and full withdrawal of the Standish-Mellon (Insight) Emerging Markets Debt account (approximately \$200 million)
 - Allocation up to \$200 million to Brookfield Global Listed Infrastructure
 - Allocation up to \$200 million to Cohen & Steers Global Listed Infrastructure
 - Allocation up to \$1.0 billion to IMRF Factor Diversity Portfolio
 - Allocation up to \$500 million to IMRF Scientific Beta HFI Portfolio
 - Allocation up to \$1.0 billion to Barings Global Loan Fund
 - Allocation up to \$300 million to MacKay Shields High Yield Bond
 - Residual cash from redemptions utilized to fund benefit payments, Private Markets investments, and liquidity needs as necessary
- Authorize Staff to complete all documentation necessary to execute these recommendations

Vote:

The motion was approved unanimously.

(22-03-12)(Annual Reports)

A. 2021 Annual Minority & Emerging Investment Manager Utilization Report, Minority Broker Utilization Report, and Securities Lending Activity Report The Chief Investment Officer asked the Committee if they had any questions regarding the 2021 Annual Minority & Emerging Investment Manager Utilization Report, the 2021 Minority Broker Utilization Report, and the 2021 Securities Lending Activity Report that were provided for their review. This was followed by questions from the Committee.

(22-03-13)(New Business)

A. IMRF Russia/Ukraine Exposure The Chief Investment Officer discussed IMRF's exposure to Russia/Ukraine. This was followed by questions from the Committee.


(22-03-14)(Trustee Comments) There were no trustee comments.

(22-03-15)(Adjourn) It was moved by Ms. Copper; and seconded by Mr. Kuehne; that the meeting of the Investment Committee adjourned at 11:34 A.M.

Vote:

The motion was approved unanimously.

--The next meeting of the Investment Committee is scheduled for Thursday, May 26, 2022, at 9:00 A.M.


Chairman

May 26, 2022
Date


Clerk

May 26, 2022
Date