

MINUTES

METROPOLITAN EMPLOYEE BENEFIT SYSTEM INVESTMENT COMMITTEE

December 5th, 2017 at 8:00 a.m.
Howard Office Building, 700 Second Avenue South, 1st Floor

The Investment Committee met on Tuesday, December 5th, 2017 at 8:00 a.m.

Those Investment Committee members present were:

Members: Dr. Stephanie Bailey, Christine Bradley, G. Tomas Curtis, and Talia Lomax-O'dneal

Other attendees:

NEPC: Eric Harnish and Keith Stronkowsky

Staff: Katelyn Arnold, Finance Officer, Fadi BouSamra, CIO, Tom Eddlemon, Treasurer, and Kim McDoniel, Deputy Finance Director

Metro Legal: Jason Bobo and Margaret Darby, Metro Assistant Attorneys

- **Review Metro Pension 3rd Quarter 2017 Performance:** Mr. Stronkowsky reviewed NEPC's economic summary and the Metro Plan's performance. The total fund returned 3.18% for the quarter, underperformed the policy index by -0.16%. The total fund returned 11.50% year-to-date, outperformed the policy index by 1.74%. Mr. Stronkowsky also explained performance relative to peers.
- **Asset Allocation Process Review:** Mr. Stronkowsky discussed the Asset Allocation Study for 2017. Mr. Stronkowsky explained the Asset Allocation Study focused on the following determinants: Key Market Themes, Strategic Policy Action, Current Opportunities, and Asset Class Assumptions.
- **Alternative Commitment Budgeting:** Mr. Harnish reviewed the alternative commitment budgeting pacing model. He explained the model gives the general outlook for the market in terms of relative attractiveness of sub- strategies within the commitments.
- **Establish a quorum:** Mrs. Lomax-O'dneal established that a quorum was present, and the meeting was called to order at 9:30 am, when Mr. Curtis and Dr. Bailey joined the meeting.
- **Approval of minutes from the November 7, 2017 meeting:** Dr. Bailey made a motion to approve the November 7, 2017 minutes. Ms. Bradley seconded the motion. The motion passed unanimously.
- **Secondary Sale Recommendation:** Mr. BouSamra explained the recommendation of the secondary sale to Strategic Partners of Alinda II for 85% of the 6/30/17 valuation. Dr. Bailey

made a motion to approve the recommendation as given; Ms. Bradley seconded the motion. The motion passed unanimously.

The meeting adjourned at 9:37 a.m. The next meeting is scheduled for January 30th, 2017.

Approved 1-30-18 by Talia Lomax-O'dneal
(Date) Talia Lomax-O'dneal, Chair