

**DRAFT VERSION – MINUTES OF THE INVESTMENT ADVISORY COUNCIL SPECIAL MEETING
WEDNESDAY, JULY 26, 2023 – SUBJECT TO REVIEW AND APPROVAL
FINAL VERSION OF THESE MINUTES WILL BE POSTED AFTER APPROVAL OF THE INVESTMENT
ADVISORY COUNCIL AT THE NEXT MEETING, WHICH WILL BE HELD ON
WEDNESDAY, SEPTEMBER 13, 2023**

MEETING NO. 521

Members present: D. Ellen Shuman, Chair
Treasurer Russell, Secretary
Thomas Fiore, representing Secretary Jeffrey Beckham
William Murray
Harry Arora
William Myers
Myra Drucker
Patrick Sampson

Members absent: Michael LeClair

Others present: Doug Dalena, General Counsel
Ginny Kim, Assistant General Counsel
Ted Wright, Chief Investment Officer
Mark Evans, Principal Investment Officer
Peter Gajowiak, Principal Investment Officer
Denise Stake, Principal Investment Officer
Michael Terry, Principal Investment Officer
Nishant Upadhyay, Principal Investment Officer
Carmen Melaragno, Investment Officer
Raymond Tuohey, Executive Secretary
Max Stein, OTT Intern
James Chizunga, OTT Intern
Colin Pavel, OTT Intern
Marcus Henderson, OTT Intern
Rudra Patel, OTT Intern

Guests: Public Line

With a quorum present, Chair D. Ellen Shuman called the Investment Advisory Council (“IAC”) regular meeting to order at 10:01 a.m.

Approval of the Minutes of the June 14, 2023, IAC Meeting

Chair Shuman called for a motion to accept the minutes of the June 14, 2023, IAC Meeting, as drafted. **Ms. Drucker moved to approve the minutes. The motion was seconded by Mr. Murray. There being no further discussion, the Chair called for a vote to accept the minutes of the meeting, and the motion passed. Mr. Arora abstained.**

Comments by the Treasurer

Treasurer Russell welcomed the IAC members and shared recent updates at the Office of the Treasurer (OTT). Treasurer Russell noted he had decided to commit: In the Real Estate Portfolio, \$100 million to Penwood Select Industrial Partners VII, L.P.; In the Private Investment Portfolio, \$150 million to Altaris Health Partners VI, L.P.; \$50 million to Altaris Health Partners VI Co-Investment Sidecar; and \$300 million to CT-Top Tier Venture FOF; In the Private Credit Portfolio, \$155 million to OSP Value Fund IV, LP; and \$55 million to OSP Value Fund IV-B, L.P.

And in the Fixed Income Portfolio, he announced a commit of \$100 million to the Shenkman CBO Equity Fund. Treasurer Russell also reported that two contracts for investment consulting services had concluded, following the recommendations of staff and the IAC: Meketa for General Investment Consulting and Albourne for Real Estate, Infrastructure and Natural Resources.

Treasurer Russell then welcomed the group of interns working with the Office of the Treasurer during the summer and welcomed Harry Arora as the newest member of the IAC. Lastly, Treasurer Russell provided an overview of the agenda.

Presentation and Consideration of Private Equity Opportunity

Mark Evans, Principal Investment Officer, provided opening remarks and Carmen Melaragno, Investment Officer, presented Bregal Sagemount IV, L.P., a Private Credit Fund opportunity.

Roll Call of Reactions for the Private Credit Opportunity

Members Myra Drucker, Tom Fiore, Harry Arora, William Myers, William Murray, Patrick Sampson and Chair Shuman provided feedback on the Private Credit investment opportunity.

There being no further discussion, Chair Shuman called for a motion to waive the 45-day comment period. A motion was made by Mr. Myers, seconded by Mr. Murray, to waive the 45-day comment period for the PrivateCredit investment opportunity. The Chair called for a vote, and the motion passed unanimously.

Presentation from Chief Investment Officer

Ted Wright, Chief Investment Officer, presented PFM Investment Staff Professional Classification levels and salary ranges for certain of the levels.

Executive Session

Chair Shuman asked for a motion to move into Executive Session. **A motion was made by Ms. Drucker, seconded by Mr. Myers that the IAC enter into Executive Session to discuss the impact of PFM investment staff classification levels and salary ranges on current personnel, as well as the appointment of a Principal Investment Officer for Public Equities at 11:11 a.m. The motion passed unanimously.** Ted Wright, Chief Investment Officer; Principal Investment Officers: Peter Gajowiak, , Mark Evans, and Nishant Upadhyay; Doug Dalena, General Counsel; and Ginny Kim, Assistant General Counsel, were invited to attend the Executive Session.

Chair Shuman reconvened the regular session at 11:34 a.m. **Chair Shuman noted that no substantive votes or actions were taken during the Executive Session**

Consent to the appointment of the Principal Investment Officer Public Equities

Chair Shuman asked for a motion to consent for Treasurer Russell to appoint the recommended candidate to the Principal Investment Officer position. **A motion was made by Mr. Murry, seconded by Mr. Myers to consent for Treasurer Russell to appoint the recommended candidate to the Principal Investment Officer position. The motion passed unanimously.**

Approval of resolution consenting to the appointment of investment officers and other personnel (other than a chief investment officer, deputy chief investment officer and principal investment officers).

Doug Dalena, General Counsel, read the following resolution of the Investment Advisory Council.

RESOLUTION OF THE INVESTMENT ADVISORY COUNCIL

WHEREAS, C.G.S. 3-13a(a) was amended effective July 1, 2023, to expand the Treasurer’s authority to appoint a chief investment officer, deputy chief investment officer and principal investment officers to include appointment of investment officers and other personnel;

WHEREAS, recognizing the need to respond efficiently to staff vacancies and hiring opportunities, and ensure continuity of staff support functions, the IAC wishes to provide prospective consent for the appointment of any investment officer or other personnel, other than a chief investment officer, deputy chief investment officer or principal investment officers, provided that compensation is within the applicable salary ranges set by the Treasurer pursuant to Public Act 23-204; and

NOW THEREFORE, be it resolved that:

The IAC hereby consents to the Treasurer's appointment of any investment officer or other personnel, other than a chief investment officer, deputy chief investment officer or principal investment officers, provided that (i) compensation is within the applicable salary ranges set by the Treasurer pursuant to Public Act 23-204 and (ii) such hires are within the personnel hiring plan briefed to the IAC annually or to fill vacancies of existing positions. This consent shall remain in effect until revoked by the IAC.

Chair Shuman asked for a motion to approve the resolution as stated. **A motion was made by Ms. Drucker, seconded by Mr. Murray to approve the resolution consenting to the appointment of investment officers and other personnel (other than a chief investment officer, deputy chief investment officer and principal investment officers). The motion passed unanimously.**

Other Business

Revisions to IAC Calendar – 2024

Chair Shuman asked for a motion to approve revisions to the 2024 IAC Calendar. **A motion was made by Mr. Sampson, seconded by Mr. Fiore to approve revisions to the 2024 IAC Calendar. The motion passed unanimously.**

Meeting Adjourned

There being no further business, Chair Shuman called for a motion to adjourn the meeting. **Mr. Myers moved to adjourn the meeting, and the motion was seconded by Mr. Fiore. There being no discussion, the motion passed unanimously, and the meeting was adjourned at 11:50 a.m.**