

INVESTMENT COMMITTEE MEETING - HYBRID MEETING*

Maryland State Retirement and Pension System
120 E. Baltimore Street, 16th Floor, Board Room
Baltimore, Maryland 21202

Tuesday, 5/17/2022
9:00 AM - 12:30 PM ET

***NOTE: Participation via Teams is for Trustees, Agency Staff and Presenters Only. Public attendees can access a live audio/video stream of the open sessions by clicking on the link in the meeting schedule section on the Agency's website.**

ACTION ITEM 1. Ratification of Open Session Minutes **9:00 a.m.**
The Open Session Minutes of the February 15, 2022 Investment Committee meeting will be considered.
RATIFY.....AMEND.....DEFER

ACTION ITEM 2. Motion by the Investment Committee to meet in Closed Session **9:05 a.m.**
for the purposes of:
a) reviewing the closed session Investment Committee minutes, pursuant to General Provisions Art., § 3-103(a)(1)(i), the exercise of an administrative function, and General Provisions Art., § 3-305(b)(13), to comply with a specific statutory requirement that prevents public disclosure, namely, General Provisions Art., § 3-306(c)(3)(ii), requiring that the minutes of a closed session be sealed and not be open to public inspection;

(b) interviewing candidates for the position of Public Advisor to the Investment Committee, pursuant to General Provisions Art., Section 3-103(a)(1)(i), the exercise of an administrative function and General Provisions Art., Section 3-305(b)(1)(i), the appointment, employment, assignment, promotion, discipline, demotion, compensation, removal, resignation, or performance evaluation of appointees, employees, or officials over whom it has jurisdiction;

(c) considering the selection of a candidate for the position of Public Advisor to the Investment Committee, for recommendation to the Board of Trustees, pursuant to General Provisions Art., Section 3-103(a)(1)(i), the exercise of an administrative function and General Provisions Art., Section 3-305(b)(1)(i), the appointment, employment, assignment, promotion, discipline, demotion, compensation, removal, resignation, or performance evaluation of appointees, employees, or officials over whom it has jurisdiction; and

d) reviewing a confidential schedule of fees and carried interest associated with the System's private market investments, pursuant to General Provisions Art., § 3-305(b)(13), to comply with a specific statutory

requirement that prevents public disclosure, namely, General Provisions Art., § 4-335, requiring the denial of inspection of confidential commercial information, confidential financial information, and trade secrets provided by any person to a governmental unit.

CLOSED SESSION

- ACTION ITEM** 3. Ratification of Closed Session Minutes **9:05 a.m.**
The Closed Session minutes of the February 15, 2022 Investment Committee meeting will be considered.
- RATIFY.....AMEND.....DEFER**
- INFORMATION** 4. Public Advisor Candidate Interviews **9:10 a.m.**
The Committee will interview candidates for the Public Advisor position.
- ACTION ITEM** 5. Public Advisor Candidate Selection **10:10 a.m.**
The Committee will select a Public Advisor candidate to recommend to the Board of Trustees.
- APPROVE.....DISAPPROVE**
- INFORMATION** 6. Private Investment Fund Fees and Carried Interest **10:15 a.m.**
Staff will present a confidential detailed schedule of fees and carried interest associated with the System's private market investments.
- ACTION ITEM** 7. Motion by the Investment Committee to adjourn closed session and return to open session **10:30 a.m.**
- APPROVE.....DISAPPROVE**

OPEN SESSION

- INFORMATION** 8. Fiduciary Responsibility for Climate Risk **10:30 a.m.**
Staff will provide an outline of recent legislation and an implementation outline.
- INFORMATION** 9. Report from CIO **10:45 a.m.**
The staff will present a 1Q22 investment performance update, summary of portfolio characteristics and an in-depth review of the Absolute Return Portfolio to the Committee.
- INFORMATION** 10. Meketa Reports **11:10 a.m.**
Meketa Investment Group will present a March 31, 2022 performance update and a current market overview. Reports are attached in EXHIBIT BOOK.

- INFORMATION** 11. Meketa Absolute Return Asset Class **11:25 a.m.**
Meketa Investment Group will present background on the asset allocation role of Absolute Return, the role it is expected to play going forward and alternative models for hedge fund portfolios. Reports are attached in EXHIBIT BOOK.
- INFORMATION** 12. Absolute Return Review **11:40 a.m.**
The Committee will receive a presentation from Aksia (the System's hedge fund consultant) and staff. Report is attached in EXHIBIT BOOK
- ACTION ITEM** 13. Optional Retirement Program Review **12:10 p.m.**
FIRM / NFP will provide a review of the ORP and make recommendations for changes to the investment lineups. Report is attached in EXHIBIT BOOK
APPROVE.....DISAPPROVE.....DEFER
- ACTION ITEM** 14. Review of the Criteria for the Chief Investment Officer's Evaluation **12:30 p.m.**
APPROVE.....DISAPPROVE.....DEFER
- INFORMATION** 15. Investment Reports **12:30 p.m.**
The Committee will receive the following reports:
> State Street Performance Reports
> Terra Maria Performance Reports
> TUCS Report (EXHIBIT BOOK when available)
> Private Markets Performance Reports
> Securities Lending Report
> Division's FY22 Travel Plan - Update
> Quarterly ORP Performance Report
> OPEB-PHBT Update
> New Hire Manager Report
On the Directors Desk:
> Broker Commission Reports
> Quarterly Manager Fee Report
- ACTION ITEM** 16. Motion by the Investment Committee to adjourn meeting **12:30 p.m.**
APPROVE.....DISAPPROVE
- INFORMATION** 17. NEXT INVESTMENT COMMITTEE MEETING - SEPTEMBER 20, 2022 @ 9:00 a.m.