

**INVESTMENT COMMITTEE MEETING - VIRTUAL VIA WEBEX\***

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

Tuesday, 11/15/2022  
9:00 AM - 12:00 PM ET

**\*NOTE: Agency Staff not presenting and all public attendees can register to attend the open sessions of the WebEx videoconference by clicking on the meeting link in the meeting schedule section on the Agency's website.**

**ACTION ITEM 1. Motion by the Investment Committee to meet in Closed Session 9:00 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) receiving advice of counsel regarding 2022 legislation addressing consideration of potential risks of the impact of climate change on the assets of the System, pursuant to General Provisions Art., § 3-305(b)(7), to consult with counsel to obtain legal advice; and

(c) presenting by staff of a sample Manager Due Diligence report including the analysis of staff and Meketa, the System's general consultant, pursuant to General Provisions Art., Section 3-305(b)(5), to consider the investment of public funds; and General Provisions Art., Section 3-305(b)(13), to comply with a specific statutory requirement that prevents public disclosure, namely, General Provisions Art. Sec. 4-335, preventing the disclosure of trade secrets and confidential commercial or financial information, General Provisions Art. Sec. 4-344, requiring denial of inspection of confidential interagency memoranda, and State Personnel and Pensions Article, Section 21-123(g) and Code of Maryland Regulations 22.01.02.03E, protecting from disclosure certain investment records.

**APPROVE.....DISAPPROVE**

**CLOSED SESSION**

**ACTION ITEM 2. Ratification of the Closed Session Minutes 9:05 a.m.**  
The Closed Session minutes of the September 20, 2022 Investment Committee meeting will be considered.

**RATIFY..... AMEND.....DEFER**

- INFORMATION** 3. 2022 Legislation Concerning Climate Risk in Investments **9:10 a.m.**  
The Committee will receive advice of counsel regarding the 2022 legislation concerning climate risk.
- INFORMATION** 4. Manager Due Diligence **9:25 a.m.**  
Staff will present a sample Manager Due Diligence process.
- ACTION ITEM** 5. Motion by Investment Committee to adjourn closed session and return to open session **9:35 a.m.**

**APPROVE.....DISAPPROVE**

**OPEN SESSION**

- ACTION ITEM** 6. Ratification of the Open Session Minutes **9:40 a.m.**  
The Open Session Minutes of the September 20, 2022 Investment Committee meeting will be considered.

**RATIFY..... AMEND.....DEFER**

- ACTION ITEM** 7. Next Year's Investment Committee Meeting Dates **9:45 a.m.**  
The Committee will act on a recommendation regarding the meeting schedule for calendar year 2023.

**APPROVE.....DISAPPROVE.....DEFER**

- ACTION ITEM** 8. Approve Amendments to Incentive Compensation Plan **9:50 a.m.**

**APPROVE.....DISAPPROVE.....DEFER**

- INFORMATION** 9. Report from CIO **10:00 a.m.**  
Staff will present an update on Key Performance Objectives, division activities, 3Q22 investment performance and a summary of portfolio characteristics.

- INFORMATION** 10. Meketa Reports **10:20 a.m.**  
Meketa Investment Group will present a September 30, 2022 performance and market update. Report is attached in EXHIBIT BOOK.

- INFORMATION** 11. Review of Emerging Market / China impacts on Risk and Return **10:40 a.m.**  
Meketa will provide an expanded analysis of the risk and return impacts of existing and alternative allocations to emerging markets with an emphasis on China. Report is attached in EXHIBIT BOOK.

- INFORMATION** 12. Townsend Group **11:00 a.m.**  
Townsend Group will provide an update on Real Estate. Report is attached in EXHIBIT BOOK.

**11:20 a.m.**

**ACTION ITEM** 13. Proposed Investment Policy Manual (IPM) Language  
1) Investment Policy Manual Draft Redlined Changes and Memo - This document incorporates a memo and red-lined changes to the IPM for the climate bill items.  
2) Investment Policy Manual-red lined changes - placement agent and Political Contributions - This document incorporates a memo and red-lined changes to the IPM for OAGs proposed changes to the Placement Agent and Political Contributions policy in the IPM.

**APPROVE.....DISAPPROVE.....DEFER**

**INFORMATION** 14. Committee Led Discussion **11:40 a.m.**  
The Committee members will discuss new items or other issues of their choosing.

**INFORMATION** 15. Investment Reports **11:55 a.m.**  
The Committee will receive the following reports:  
> State Street Performance Reports  
> Terra Maria Performance Reports  
> TUCS Report  
> Private Markets Performance Reports  
> Securities Lending Report  
> Division's FY23 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 **12:00 p.m.**

**APPROVE.....DISAPPROVE**

**INFORMATION** 17. NEXT INVESTMENT COMMITTEE MEETING - FEBRUARY 21, 2023 @ 9:00 a.m.