

State of Oregon

Office of the State Treasurer

16290 SW Upper Boones Ferry Road
Tigard, Oregon 97224

OREGON INVESTMENT COUNCIL

April 17, 2024

Meeting Minutes

Members Present: Treasurer Tobias Read, Cara Samples, Lorraine Arvin, Pia Wilson-Body, Alline Akintore

Staff Present: Rex Kim, David Randall, Karl Cheng, Louise Howard, Jamie McCreary, Ben Mahon, Mike Mueller, Claire Illo, Kenny Bao, Eric Engelson, Tim Sayre, Dan McNally, Chuck Christopher, Bryson Pate, Jennifer Kersgaard

Staff Participating Virtually: Aliese Jacobsen, Alli Gordon, Amanda Kingsbury, Andrew Coutu, Andrey Voloshinov, Anna Totdahl, Asia Slaughter, Bradley Curran, Bri Naber, Bryan Hernandez, Byron Williams, Carmen Lieva, Dana Millican, Debra Day, Ellis Williams, Eric Messer, Faith Sedberry, George Naughton, Gisela Verdeja, Ian Huculak, Jen Plett, Jerry Walker, Jo Recht, Julie Hall, Karen Davis, Kiara Cruz, Kristi Jenkins, Lisa Pettinati, Loren Terry, Mark Selfridge, Melissa Sloan, Michael Thompson, Mohammed Quraishi, Oyinkansola Ajayi, Paul Koch, Perrin Lim, Rachel Wray, Roy Jackson, Ryan Auclair, Savannah Oliveira, Scott Robertson, Sommer May, Talia Riordan, Tan Cao, Tiffany Zahas, Tim Miller, Tyler Bernstein, Wendi Nelson, Wil Hiles, Young Kim

Consultants Present: Allan Emkin, Mika Malone, Tom Martin, Raneen Jalajel, Paola Nealon, Ashley Woeste, Stephen Kennedy, Ryan Fitzgerald, Chris Nikolich, Elena Wang, Uvan Tseng, Anne Heaphy, Sam Paris

PERS Present: Kevin Olineck

Legal Counsel Present: Steve Marlowe (Department of Justice)

The April 17th, 2024 OIC meeting was called to order at 9:05am by Cara Samples, Chair

<u>Time</u>	<u>Tab</u>		<u>Presenter</u>
9:00 – 9:05	1	Review & Approval of Minutes March 6, 2024 Chair Samples asked for approval of the March 6, 2024, OIC regular meeting minutes. Member Arvin moved approval at 9:07 am, member Wilson-Body seconded the motion which then passed by a 5/0 vote.	Cara Samples <i>OIC Chair</i>
9:05 – 9:10	2	Committee Reports	Rex Kim <i>Chief Investment Officer</i>

Cara Samples
Chair

Lorraine Arvin
Vice-Chair

Pia Wilson-Body
Member

Alline Akintore Kabbatende
Member

Tobias Read
State Treasurer

Kevin Olineck
PERS Director

OST Investment Committee:

March 11 th	Alternatives Portfolio	Stonepeak Infrastructure Fund V, L.P.	\$350M USD
March 11 th	Private Equity Portfolio	Veritas Capital Fund IX, L.P.	\$250M USD
March 11 th	Private Equity Portfolio	Thoma Bravo Fund XVI	\$250M USD
March 27 th	Private Equity Portfolio	Luminate Capital Partners IV, L.P.	\$150M USD
March 27 th	Private Equity Portfolio	Pathway Private Equity Fund III-Co. L.P.	\$500M USD

Staff Discretion

None

- 9:10 – 9:40 3 **OPERF Opportunity Portfolio Review** Michael Mueller
Investment Officer, Alternatives
Ben Bronson
Senior Portfolio Advisor, Aksia

Michael Mueller, Investment Officer, Alternatives, along with Ben Bronson, Senior Portfolio Advisor with Aksia, presented the OPERF Opportunity Portfolio Review. The presentation included a discussion of the Opportunity Portfolio’s history, a review of the 2023 performance and active investments, and a look forward into 2024 positioning and benefits.

OPERF’s Opportunity Portfolio returns is exceeding the benchmarks for the 3-year and 5-year periods by 0.9% and 1%, respectively.

- 9:40 – 10:20 4 **OPERF Diversifying Strategies Review** Ben Mahon
Senior Investment Officer, Alternatives
Stephen Kennedy
Partner/Portfolio Analyst, Albourne
Ryan Fitzgerald
Portfolio Analyst, Albourne

Ben Mahon, Senior Investment Officer, Alternatives along with Stephen Kennedy, Partner/Portfolio Analyst with Albourne, and Ryan Fitzgerald, Portfolio Analyst with Albourne, presented the OPERF Diversifying Strategies Review. The presentation included an overview of the strategic role of the portfolio, a performance review and executive summary, a market review, a project pathfinder update, and a 2024 preview of portfolio priorities.

OPERF’s Private Equity 2023 returns is exceeding indices 2.3% in the short-term, outperformed the 3-year benchmark by 6.5%, but trailed the 5-year benchmark by -1.1%.

--- BREAK ---

- 10:30 – 11:00 5 **OIC Investment Beliefs** Allan Emkin
(Action Item: Approve adoption of OIC
Investment Beliefs) *Managing Principal, Meketa*

Mika Malone
Managing Principal, Meketa
Raneen Jalajel
Associate Partner, Aon

Allan Emkin, Managing Principal with Meketa, Mika Malone, Managing Principal with Meketa, and Raneen Jalajel, Associate Partner with Aon, presented the OIC Investment Beliefs. The presentation included proposed modifications and key refinements made to the investment beliefs.

Treasurer Read moved approval to adopt the OIC Investment Beliefs at 10:46am, Member Arvin seconded the motion which then Passed by a 5/0 vote.

11:00 – 11:25 6 **IAP Annual Review**

Jamie McCreary
Service Model Manager
 Chris Nikolich
Head of Glide Path Strategies, AB
 Elena Wang
Portfolio Manager, AB

Jamie McCreary, Service Model Manager, along with Chris Nikolich, Head of Glide Path Strategies with Alliance Bernstein, and Elena Wang, Portfolio Manager with Alliance Bernstein, presented the IAP Annual Review. The presentation included a plan overview, plan evolution, Custom Target-Date Fund totals, and glide path construction.

All vintages outperformed the S&P indices by an average of 1.1% per year and outperformed the Morningstar Average by an average of 2.8% per year.

11:25 – 11:50 7 **OSGP Annual Review**

Jamie McCreary
Service Model Manager
 Uvan Tseng
Senior Vice President, Callan
 Anne Heaphy
Senior Vice President, Callan
 Sam Paris
Chief Operating Officer, PERS

Jamie McCreary, Service Model Manager, along with Uvan Tseng, Senior Vice President with Callan, Anne Heaphy, Senior Vice President with Callan, and Sam Paris, Chief Operating Officer with PERS, presented the OSGP Annual Review. The presentation included a plan overview, plan highlights from PERS, and a performance update from Callan.

There were 39,837 OSGP participants in 2023, with 31% of plan assets invested in LifePath options.

11:50 8 **Open Discussion** OIC Members, Staff, Consultants

--- BREAK ---

12:00 – 12:30 9 **Public Comments**

OIC Meeting Agenda
April 17, 2024

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Chair

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Vice-Chair

Pia Wilson-Body
Member

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Member

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State Treasurer

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PERS Director