

AGENDA

NOTICE OF PUBLIC MEETING OF THE ARIZONA STATE RETIREMENT SYSTEM INVESTMENT COMMITTEE **REVISED**

November 8, 2021
9:00 a.m.

Pursuant to A.R.S. § 38-431.02(F), notice is hereby given to the Trustees of the Arizona State Retirement System (ASRS) Investment Committee (IC) and to the general public that the ASRS IC will hold a **virtual** meeting open to the public on Monday, November 8, 2021, beginning at 9:00 a.m. The meeting will be open to Trustees of the Board, legal counsel, presenting staff, and presenting external parties who wish to participate in-person while following the appropriate physical distancing guidelines. No members of the public will be permitted to attend the meeting in-person. **Trustees of the Board, legal counsel, presenting staff, presenting external parties, and the general public may attend by joining Zoom as indicated below:**

Join Zoom Meeting

<https://zoom.us/j/94424102809?pwd=bEhTWVgvSUIZWmdqblFkLzNXSjRvQT09>

Meeting ID: 944 2410 2809
Passcode: 461107

One tap mobile

+1669 900 6833 or +1253 215 8782

Or Telephone Dial

+1 669 900 6833
+1 253 215 8782
+1 346 248 7799
+1 408 638 0968
+1 646 876 9923
+1 301 715 8592
+1 312 626 6799

This is a regularly scheduled meeting of the IC; however, due to possible attendance by other ASRS Board Trustees, this meeting may technically become a meeting of the Board or one of its committees. Actions taken will be consistent with IC governance procedures. Actions requiring Board authority will be presented to the full Board for final decision.

Pursuant to A.R.S. § 38-431.03(A)(3), the ASRS IC may vote to go into executive session, which will not be open to the public, for the purpose of obtaining legal advice on any item on the Agenda.

The Chair may take public comment during any agenda item.

The following agenda topics are proposed action items: 2 and 9

The Agenda for the meeting is as follows:

1. Call to Order; Roll Call; Opening Remarks (*Estimated time 4 minutes*) Mr. Michael Lofton
Chair, Investment Committee

2. Approval of the Minutes of the June 23, 2021 Public Meeting of the ASRS IC (*Action item; estimated time 1 minute*) Mr. Michael Lofton

Proposed Action Item: The Committee may decide whether to amend and approve the minutes, approve the minutes as written, or not approve the minutes at this time.

3. Presentation, Discussion, and Appropriate Action Regarding Economic Environment Performance, House Views and General Discussion (*Informational and discussion item; estimated time 60 minutes*) Mr. Paul Matson
Director
..... Mr. Michael Viteri
Chief Investment Officer (CIO)
..... Mr. Allan Martin
Partner, NEPC
..... Mr. Samer Ghaddar
Deputy CIO
..... Mr. Al Alaimo
Deputy CIO
..... Mr. Micheal Copeland
Private Markets Portfolio Manager

Objective:

The Consultant will discuss the current economic and investment environment. The Director, CIO, and Deputy CIOs of the ASRS will present their investment views. *No action is expected on this item. The IC or its members may decide to express views or offer guidance on the matters discussed.*

4. Presentation, Discussion, and Appropriate Action Regarding Independent Reporting, Monitoring and Oversight (*Informational and discussion item; estimated time 20 minutes*) Mr. Allan Martin
..... Mr. Michael Malchenko
Sr. Analyst, NEPC

Objective:

NEPC will present preliminary total fund performance results for the periods ending September 30, 2021, and will report on their monitoring of IMD activities. *No action is expected on this item. The IC or its members may decide to express views or offer guidance on the matters discussed.*

5. Presentation, Discussion, and Appropriate Action Regarding Risk Management (*Informational and discussion item; estimated time 10 minutes*)..... Mr. Robert Butler
Investment Compliance and Risk Officer

Objective:

The Investment Compliance and Risk Officer will report on risk management. *No action is expected on this item. The IC or its members may decide to express views or offer guidance on the matters discussed.*

6. Presentation, Discussion, and Appropriate Action Regarding Compliance (*Informational and discussion item; estimated time 10 minutes*).....Ms. Lupita Breland
Investment Operations Manager

Objective:

The Investment Operations Manager will report on compliance activities. *No action is expected on this item. The IC or its members may decide to express views or offer guidance on the matters discussed.*

7. Presentation, Discussion, and Appropriate Action Regarding Credit Asset Class Implementation Plans (*Informational and discussion item; estimated time 30 minutes*)..... Mr. Al Alaimo

Objective:

The Deputy CIO will report on the asset class implementation plan which was prepared by staff and approved by the Combined Asset Class Committee. *No action is expected on this item. The IC or its members may decide to express views or offer guidance on the matters discussed.*

8. Presentation, Discussion, and Appropriate Action Regarding Review of Private Market Investment Reporting and Benchmarks (*Informational and discussion item; estimated time 30 minutes*)....Mr. Paul MatsonMr. Michael Viteri
.....Mr. Samer Ghaddar

Objective:

The Director, CIO, and Deputy CIO of the ASRS will present the methodology used to measure investment performance, benchmarks, and performance attribution for private market investments. The discussion will include returns and holdings-based performance analysis. *No action is expected on this item. The IC or its members may decide to express views or offer guidance on the matters discussed.*

9. Presentation, Discussion, and Appropriate Action regarding the 2022 Investment Committee Meeting Calendar (*Action item; estimated time 5 minutes*)Mr. Michael Lofton

Proposed Action Item: The committee may consider staff's recommendation; provide an alternate motion, or make no motion.

10. Request for Future Agenda Items (*Discussion item; estimated time 5 minutes*).....
.....Mr. Michael Lofton
.....Mr. Michael Viteri

11. Call to the Public.....Mr. Michael Lofton

Those wishing to address the ASRS IC will be requested to do so telephonically. Trustees of the Committee are prohibited by A.R.S. § 38-431.01(H) from discussing or taking legal action on matters raised during an open call to the public unless the matters are properly noticed for discussion and legal action. As a result of public comment, the IC may respond to criticism made by those who have addressed the IC, may direct staff to review a matter or may ask that a matter be put on a future agenda.

12. The next ASRS Investment Committee Meeting is tentatively scheduled for February 28, 2022 at 1:30 p.m.

13. Adjournment of the ASRS IC Meeting.

A copy of the agenda background material provided to IC Trustees (with the exception of material relating to possible executive sessions) is available for public inspection at the ASRS offices located at 3300 North Central Avenue, 14th Floor, Phoenix, Arizona. The agenda is subject to revision up to 24 hours prior to meeting. These materials are also available on the ASRS website <https://www.azasrs.gov/content/board-and-committee-meetings> approximately 48 hours prior to the meeting.

Persons with disabilities may request alternate formats of this document by contacting Tracy Darmer, ADA Coordinator at (602) 240-5378 in Phoenix or 1-800-621-3778, ext. 5378 outside metro Phoenix. Requests should be made as early as possible to allow time to arrange the accommodations.

Dated November 4, 2021

ARIZONA STATE RETIREMENT SYSTEM

Melanie Alexander
Committee Administrator

Michael Viteri
Chief Investment Officer