ARIZONA STATE RETIREMENT SYSTEM

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Paul Matson
Director

AGENDA

NOTICE OF COMBINED PUBLIC MEETING AND POSSIBLE EXECUTIVE SESSION OF THE ARIZONA STATE RETIREMENT SYSTEM INVESTMENT COMMITTEE

3300 North Central Avenue, 14th Floor Conference Room
Phoenix, Arizona 85012

October 10, 2017
9:00 a.m.

Pursuant to A.R.S. § 38-431.02(F), notice is hereby given to Trustees of the Arizona State Retirement System (ASRS) Investment Committee (IC) and to the general public that the ASRS IC will hold a meeting open to the public on Tuesday, October 10, 2017, beginning at 9:00 a.m. in the 14th Floor Conference Room of the ASRS offices at 3300 N. Central Avenue, Phoenix, Arizona 85012. Trustees of the Committee may attend either in person or by telephone conference call.

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.

The Chair may take public comment during any agenda item. If any member of the public wishes to speak to a particular agenda item, they should complete a “Request to Speak” form indicating the item and provide it to the Committee Administrator.

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.

This meeting will be teleconferenced to the ASRS Tucson office at 4400 East Broadway Boulevard, Suite 200, Tucson, Arizona 85711. The conference call to Tucson will be disconnected after 15 minutes if there are no attendees in the Tucson audience.

The Agenda for the meeting is as follows:

1. Call to Order; Roll Call; Opening Remarks (*estimated time 4 minutes*)..... Mr. Clark Partridge
   Acting Chair, Investment Committee

2. Approval of the Minutes of the June 14, 2017 Public Meeting of the ASRS IC (*Action item; estimated time 1 min.*) ..... Mr. Clark Partridge

3. Presentation, Discussion, and Appropriate Action Regarding Independent Reporting, Monitoring and Oversight (*Informational and discussion item; estimated time 20 minutes*) .... Mr. Allan Martin
   Partner, NEPC

Objective:
NEPC represents total fund performance results for the periods ended June 30, 2017 and will report on their monitoring of IMD activities. *No action on this item, but the IC may express views or offer guidance on the matters discussed.*

Pursuant to A.R.S. §§ 38-431.03(A)(2) and 38-718(P), the IC may vote to discuss the following matter in executive session, which will not be open to the public, to consider specific investment manager data that is confidential proprietary commercial information and a record exempt by law from public inspection

4. Presentation, Discussion, and Appropriate Action Regarding Quarterly Report on Investment Performance (*Informational and discussion item; estimated time 30 minutes*) ..... Mr. Karl Polen
Chief Investment Officer (CIO), ASRS
..... Mr. Al Alaimo
Sr. Portfolio Manager of Fixed Income, Cash, and Liquid Alternatives, ASRS
..... Mr. Eric Glass
Sr. Portfolio Manager of Private Markets, ASRS

Objective:
The CIO and portfolio managers will report on investment performance and performance attribution in each of the portfolios. The discussion will include returns and holdings based performance analysis and a review of current strategies for the portfolios. *No action is expected on this item, but the IC may express views or offer guidance on the matters discussed.*

5. Presentation, Discussion, and Appropriate Action Regarding Portfolio Positioning, House Views and General Discussion (*Informational and discussion item; estimated time 15 minutes*)
..... Mr. Karl Polen
..... Mr. Al Alaimo
..... Mr. Eric Glass

Objective:
The CIO and portfolio managers will present their investment views and portfolio positioning and the committee will discuss the current economic and investment environment. *No action is expected on this item, but the IC may express views or offer guidance on the matters discussed.*

6. Presentation, Discussion, and Appropriate Action Regarding Risk Management (*Informational and discussion item; estimated time 10 minutes*) ..... Mr. Karl Polen

Objective:
The CIO will present the MSCI risk management report. *No action is expected on this item, but the IC may express views or offer guidance on the matters discussed*.

7. Presentation, Discussion, and Appropriate Action Regarding IMD Activities and Asset Class Committee Reports (*Informational and discussion item; estimated time 10 minutes*)
..... Mr. Karl Polen

Objective:
The CIO will present recent activities and work plans for IMD and will report on any asset class committee actions since the last investment committee meeting. *No action is expected on this item, but the IC may express views or offer guidance on the matters discussed.*

8. Presentation, Discussion, and Appropriate Action Regarding Compliance (*Informational and discussion item; estimated time 10 minutes*)..... Ms. Kerry White
Assistant Chief Investment Officer for Reporting, Compliance & Administration

   Objective:
   Assistant CIO will report on compliance activities.

9. Request for Future Agenda Items (*Discussion item; estimated time 5 minutes*)
   ..... Mr. Clark Partridge
   ..... Mr. Karl Polen

10. Call to the Public..... Mr. Clark Partridge

    Those wishing to address the ASRS IC are required to complete a Request to Speak form before the meeting indicating their desire to speak. Request to Speak forms are available at the sign-in desk and should be given to the IC Administrator. 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 direct staff to study and/or reschedule the matter for discussion and decision at a later date.

11. The next ASRS Investment Committee Meeting is scheduled for Friday, December 15, 2017 at 9:00 a.m., at 3300 N. Central Avenue, 14th Floor Conference room, Phoenix, Arizona.

12. 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, and 4400 East Broadway Boulevard, Suite 200, Tucson, 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 a reasonable accommodation such as a sign language interpreter or alternate formats of this document by contacting Tracy Darmer, ADA Coordinator at (602) 240-5378 in Phoenix, at (520) 239-3100, ext. 5378 in Tucson or 1-800-621-3778, ext. 5378 outside metro Phoenix or Tucson. Requests should be made as early as possible to allow time to arrange the accommodations.

Dated October 3, 2017

ARIZONA STATE RETIREMENT SYSTEM

Signed Copy on File
Alicia Guzman
Committee Administrator

Signed Copy on File
Karl Polen
Chief Investment Officer