



RETIREMENT BOARD OF THE
POLICEMEN'S ANNUITY AND BENEFIT FUND OF CHICAGO

MINUTES

INVESTMENT COMMITTEE MEETING

MONDAY – JULY 26, 2021

**Policemen’s Annuity and Benefit Fund of Chicago
Investment Committee Meeting**

AGENDA
July 26, 2021
9:00 AM

- 1) Roll Call
- 2) Requests from Members of the Public to Address the Board
- 3) Cash Flow/Needs
- 4) Market Update and June Performance/Flash Report
- 5) RFP Finalist Presentations
 - a) Northern Trust (9:30am-10:00am)
 - b) Rhumblin (10:00am-10:30am)
 - c) State Street Global Advisors (10:30 – 11:00am)
 - d) Xponance (11:00am – 11:30am)
- 6) Any other Business

The Investment Committee meeting of the Retirement Board of the Policemen's Annuity and Benefit Fund of Chicago (the "Fund") was held at 9:00 a.m. on July 26, 2021. The meeting convened remotely via Zoom and Teleconference in accordance with Governor JB Pritzker's Disaster Proclamation issued July 23, 2021 and the Open Meetings Act specifically 5 ILCS 120/7(e) as a result of the COVID-19 pandemic.

Members of the public wishing to listen to the proceeding were provided with the information below:

Phone: 1-312-626-6799

Meeting ID: 960 6310 2911

PRESENT

Committee Members:

Thomas Beyna	President, Trustee
John Lally	Trustee
Michael Lappe	Vice President, Trustee
Stephen Skardon	Trustee
Michael Stiscak	Recording Secretary, Trustee

Staff:

Erin Keane	Executive Director
Kevin Reichart	Comptroller

Consultants:

Kevin Leonard	NEPC
Kristin Finney-Cooke	NEPC
Deanna Jones	NEPC

Managers:

Mike Nieves	Northern Trust Asset Management
Rob Joseph	Northern Trust Asset Management
Brendan Sullivan	Northern Trust Asset Management
Denise D'Entremont	Rhumblin
Antonio Ballestras	Rhumblin
Joseph Caticchio	State Street Global Advisors
Lori Heinel	State Street Global Advisors
Heather Apperson	State Street Global Advisors
Tina Byles Williams	Xponance
Sumali Sanyal	Xponance

Public in Attendance:

Mark Myslinski	City of Chicago Office of the Treasurer
Craig Slack	City of Chicago Office of the Treasurer
Several attendees identified by phone numbers only	

NOT PRESENT:

Jennie Bennett	Trustee
Melissa Conyears-Ervin	Trustee
Susie Park	Trustee

ROLL CALL

President Beyna determined a quorum was present and called the meeting to order at approximately 9:00am.

REQUESTS FROM MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD

President Beyna then asked if there were any requests from the public to address the Board and there were none.

CASH FLOW

Comptroller Kevin Reichart presented the Fund cash flow and needs. Kevin reported that the Fund has received from the City of Chicago approximately \$447 million out of the \$737.5 million in required contributions for the 2021 payment year. He also noted expected upcoming contributions from the tax levy are likely to be delayed by at least a month. As a result, the Fund may need to liquidate up to \$50 million for August benefit payments.

Kevin Leonard of NEPC recommended the Board take any necessary funds be liquidated from the Russell 1000 U.S. Equity.

A motion to approve liquidation of up to \$50,000,000 from the Russell 1000 U.S. Equity as recommended by the Fund's investment consultant, NEPC, was made by Trustee Skardon, seconded by Trustee Lappe.

ROLL CALL:	For:	Beyna, Lally, Lappe, Skardon, Stiscak
	Against:	0
	Absent:	Bennett, Conyears-Ervin, Park

JUNE PERFORMANCE

NEPC reviewed the Fund’s monthly performance report as of June 30, 2021.

PASSIVE/INDEX PROVIDER FINALIST PRESENTATION

The four finalists in response to the Passive/Index RFP, Northern Trust Asset Management, Rhumblin, State Street Global Advisors and Xpionance, presented their proposals to the Board.

A motion to go into executive session per 5 ILCS 120/2(c)(7) was made by Trustee Skardon, seconded by Trustee Lappe.

ROLL CALL: For: Beyna, Lally, Lappe, Skardon, Stiscak
 Against: 0
 Absent: Bennett, Conyears-Ervin, Park

A motion to exit executive session was made by Trustee Skardon, seconded by Trustee Stiscak.

ROLL CALL: For: Beyna, Lally, Lappe, Skardon, Stiscak
 Against: 0
 Absent: Bennett, Conyears-Ervin, Park

Upon returning to open session, where no action was taken, Committee Chairman Beyna indicated the Committee directs NEPC to conduct negotiations with finalists consistent with the Board’s discussion in executive session.

No other business.

All business concluded for this date, *a motion to adjourn the meeting was made by Trustee Skardon, seconded by Trustee Lappe.*

ROLL CALL: For: Beyna, Lally, Lappe, Skardon, Stiscak
 Against: 0
 Absent: Bennett, Conyears-Ervin, Park