

# MONTANA

## BOARD OF INVESTMENTS

REGULAR BOARD MEETING MINUTES  
November 30 – December 1, 2021

Meeting recordings are posted at: <https://leg.mt.gov/lsc/>

### Call to Order

The Board of Investment's meeting was called to order by Chairman Karl Englund at 11:30 a.m. on Tuesday, November 30, 2021.

### Attendance

Board Members Present: Chairman Karl Englund, Bruce Nelson, Diane Fladmo, Maggie Peterson, Mark Barry, Jeff Meredith, Terry Cohea

Board Members Absent: Jack Prothero

Legislative Liaisons Present: Rep. Ken Walsh, Sen. Ryan Lynch

Board Staff Present: Dan Villa, Dan Whyte, Dan Zarling, Doug Hill, Emily Kovarik, Eron Krpan, Ethan Hurley, Jason Brent, John Carpenter, John Romasko, Jon Putnam, Julie Feldman, Kelsey Gauthier, Kirsten Haswell, Lindsay Ford, Louise Welsh, Michael Nguyen, Peggy MacEwen, Roberta Diaz, Sam Holman, Savannah Morgan, Sheli Jacoby, Steve Strong, Tammy Lindgren, Teri Kolnik, Thomas Winkler, Tim House, Brenda Thomas

Interested Parties Present: Mark Higgins, Becky Gratsinger, Jim Voytko, Eryn Bacewich, Spencer Crabb – RVK; Dore Schwinden – MPERA; Shawn Graham – TRS; Greg Sawyer – OBPP; Kevin Balaod, Aaron Weitzman – PEI Media; Adam Rees – With Intelligence; Cliff Sheets – Member of the Public and former Chief Investment Officer

### **November 30, 2021**

#### **Tab 1 CALL TO ORDER (08:00:10)**

##### **A. Notice of Video Recording (08:00:16)**

Chairman Englund advised of audio and video recording of the meeting.

##### **B. Roll Call (08:00:25)**

Roll was taken: seven Board members were present, forming a quorum.

##### **C. Public Comment (08:01:13)**

Chairman Englund asked for public comment. None was given.

##### **D. Approval of Minutes (08:01:32)**

October 19-20, 2021, Regular Board Meeting

Member Peterson moved to approve. Member Fladmo seconded the motion which passed unanimously.

##### **E. Administrative Business**

###### **1. Audit Committee Report (08:02:05)**

Chair Peterson briefed the Board.

- Chair Peterson moved to approve the draft FY 2021 Financial Statements as submitted. Member Barry seconded the motion which passed unanimously.
- Chair Peterson moved to approve the draft FY 2021 Annual Report with a few grammatical changes. Member Nelson seconded the motion which passed unanimously. Member Barry recused himself from voting.
- Chair Peterson moved to approve the Annual Statutory Compliance Checklist as submitted. Member Fladmo seconded the motion which passed unanimously.
- Chair Peterson moved to approve the Annual Audit Charter Compliance as submitted. Member Nelson seconded the motion which passed unanimously.

**2. Loan Committee Report (08:06:48)**

Acting Chair Nelson briefed the Board.

- Acting Chair Nelson moved to adopt Bond Resolution 249 – INTERCAP Taxable Bond Series. Member Peterson seconded the motion which passed unanimously.
- Acting Chair Nelson moved to approve Big Sky School District's loan request. Member Cohea seconded the motion which passed unanimously.
- Acting Chair Nelson moved to approve Greenfields Irrigation District's loan request. Member Barry seconded the motion which passed unanimously.

**F. Comments from Pension Board Members (08:12:50)**

Member Peterson briefed the Board.

**G. Comments from Board Legislative Liaisons (08:13:20)**

Rep. Walsh briefed the Board.

**Tab 2 EXECUTIVE DIRECTOR REPORTS (08:15:16)**

**A. Member Requests or Follow up from Prior Meeting**

Executive Director Villa briefed the Board.

**B. Monthly Snapshot**

Executive Director Villa briefed the Board.

**C. Board Policy Manual**

Executive Director Villa briefed the Board.

Member Barry moved to approve the Board Policy Manual with incorporated changes. Member Peterson seconded the motion which passed unanimously.

**D. Resolution 217 Authorization of Investment Vendors**

Executive Director Villa briefed the Board.

**E. LPAC Reporting**

Executive Director Villa briefed the Board.

**F. Securities Litigation Annual Review**

Executive Director Villa briefed the Board.

**Tab 3 INVESTMENTS – NEW COMMITMENTS**

**A. Real Estate Asset Class (08:40:42)**

Ethan Hurley briefed the Board.

**B. Private Investments Asset Class (08:56:44)**

Thomas Winkler briefed the Board.

**Tab 4 CY 2022 ASSET ALLOCATION (09:00:10)**

Jon Putnam, Becky Gratsinger, and Mark Higgins briefed the Board and answered questions. Member Barry moved to approve the proposed Asset Allocation. Member Nelson seconded the motion which passed unanimously.

**Tab 5 RVK (09:10:25)**

Becky Gratsinger and Mark Higgins briefed the Board and answered questions.

**Tab 6 INVESTMENT UPDATE**

**A. CIO Update (10:04:26)**

Jon Putnam briefed the Board.

**B. Macro Attribution (10:24:33)**

Eron Krpan briefed the Board.

**C. Private Equity (10:27:55)**

Michael Nguyen briefed the Board.

**D. Real Estate (10:36:55)**

Ethan Hurley briefed the Board.

**E. Real Assets (10:49:40)**

Ethan Hurley briefed the Board.

**F. Core Fixed Income (10:57:57)**

John Romasko briefed the Board.

**G. Non-Core Fixed Income (11:01:29)**

Jason Brent briefed the Board.

**H. Domestic Equity (11:00:06)**

Jason Brent briefed the Board.

**I. International Equity (11:09:34)**

Jason Brent briefed the Board.

**J. STIP (11:12:26)**

Kirsten Haswell briefed the Board.

**K. State Fund (11:13:27)**

John Romasko briefed the Board.

**L. Trust Funds Investment Pool (11:15:12)**

John Romasko briefed the Board.

December 1, 2021

**CALL TO ORDER (08:00:09)**

**A. Notice of Video Recording (08:01:04)**

Chairman Englund advised of audio and video recording of the meeting.

**B. Roll Call (08:00:22)**

Roll was taken: eight Board members were present including Chairman Karl Englund, Bruce Nelson, Diane Fladmo, Maggie Peterson, Mark Barry, Jeff Meredith, and Terry Cohea, forming a quorum.

**C. Public Comment (08:01:08)**

Chairman Englund asked for public comment. None was given.

**Tab 7 TRS and MPERA Relationship**

**A. TRS (08:01:31)**

Executive Director Shawn Graham briefed the Board.

**B. MPERA (08:35:10)**

Executive Director Dore Schwinden briefed the Board.

**Tab 8 MONTANA LOAN PROGRAM (09:38:01)**

**A. Commercial and Residential Portfolios Report**

Doug Hill briefed the Board.

**Tab 9 NON-CORE FIXED INCOME (09:41:16)**

Jason Brent briefed the Board.

**RECAP OF STAFF TO DO LIST AND ADJOURNMENT (10:14:33)**

Chairman Englund and Executive Director Villa listed items to recap.

Chairman Englund adjourned the meeting at 11:50 a.m.

**MONTANA BOARD OF INVESTMENTS**

APPROVE: \_\_\_\_\_

  
Karl J. Englund, Chairman

ATTEST: \_\_\_\_\_

  
Dan Villa, Executive Director

DATE: \_\_\_\_\_

