

**REGULAR MEETING OF THE
MONTANA BOARD OF INVESTMENTS
DEPARTMENT OF COMMERCE**

**2401 Colonial Drive, 3rd Floor
Helena, Montana**

**AGENDA
February 21, 2007**

- | | | |
|-------------|---------------------------------------------------------------------------------------------------------------------------------|------------------|
| I. | PERS ASSET/LIABILITY STUDY
RV Kuhns | 1:00 p.m. |
| II. | CALL TO ORDER
A. Roll Call
B. Administrative Business
1. New Board members Welcome
2. Committee Appointments | 3:00 p.m. |
| III. | CLOSED MEETING (PERSONNEL/LITIGATION ISSUES) | 3:30 p.m. |
| IV. | OPEN MEETING & ADJOURN FOR THE DAY | 5:00 p.m. |

**REGULAR MEETING OF THE
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**2401 Colonial Drive, 3rd Floor
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**AGENDA
February 22, 2007**

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|-------------------------------------------------------------------------------|-------------------|
| I. CALL TO ORDER | 8:00 a.m. |
| A. Roll Call | |
| B. Approval of the November 30/December 1, 2006 Regular Meeting Minutes | |
| C. Human Resource Committee Report
Exempt employee salary recommendation | |
| D. Loan Committee Report
a. Morrison-Maierle, Inc. Loan/Recommendation | |
| E. Public Comment - <i>Public Comment on issues within Board Jurisdiction</i> | |
| II. EXECUTIVE DIRECTOR REPORTS – Carroll South | 8:30 a.m. |
| A. Legislative Update – Informational | |
| B. Senate Bill 197 - Terrorism and Investments - Informational | |
| C. State Senator Dan Weinberg Presentation | |
| III. EXTERNAL MANAGER PRESENTATION | 9:30 a.m. |
| A. Martingale Asset Management – Mid-Cap Core | |
| ***** <i>Break</i> ***** | |
| IV. ENHANCED ALPHA STRATEGY – DISCUSSION/DECISION | 10:15 a.m. |
| A. RV Kuhns/Cliff Sheets/Martingale Asset Management | |
| V. QUARTERLY PERFORMANCE REPORTS | 11:15 a.m. |
| A. RV Kuhns & Cliff Sheets, CIO | |
| B. Private Equity Manager Performance – Cliff Sheets, CIO | |
| ****Lunch**** | |
| VI. BOND PROGRAM – Louise Welsh | 1:00 p.m. |
| A. INTERCAP | |
| 1. Activity Report | |
| 2. Staff Approved Loans Report | |
| 3. State Department of Transportation Loan/Decision | |
| 4. Revise INTERCAP Loan Policy/Decision | |
| B. Montana Facility Finance Authority – Michelle Barstad, Executive Director | |
| 1. Northeast Montana Health Services (Bond Enhancement)/Decision | |
| VII. MONTANA LOAN PROGRAM – Herbert J.C. Kulow | 1:30 p.m. |
| A. Commercial and Residential Portfolios Report | |
| B. Minor Revisions to Loan Polices/Decision | |
| C. Morrison-Maierle, Inc. Loan/Decision | |

VIII. INVESTMENT ACTIVITIES/REPORTS – Cliff Sheets, CIO

2:00 p.m.

A. Retirement System Asset Allocation Report

B. Investment Pool Strategies

1. Fixed Income

- Bond Pools (RFBP and TFBP)
- Short-term (STIP) & Other Fixed Income Portfolios

2. Private Equity (MPEP)

- Private Equity Managers Hired Since Last Meeting

3. Real Estate (MTRP)

- Update

4. Domestic Equity (MDEP)

- Non Large Cap Search Update

5. International Equity (MTIP)

- Manager Summary

VII. ADJOURNMENT

3:00 p.m.

The Board of Investments makes reasonable accommodations for any known disability that may interfere with a person's ability to participate in public meetings. Persons needing an accommodations must notify the Board (call 444-0001) or write to P.O. Box 200126, Helena, Montana 59620) no later than three days prior to the meeting to allow adequate time to make needed arrangements.