

O I C



OREGON
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TAB 1
REVIEW & APPROVAL OF MINUTES



**OREGON
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State of Oregon

Office of the State Treasurer

16290 SW Upper Boones Ferry Road
Tigard, Oregon 97224

OREGON INVESTMENT COUNCIL

November 2, 2022

Meeting Minutes

Members Present: Cara Sample, Lorraine Arvin, Tobias Read, Kevin Olineck, Pia Wilson-Body

Staff Present: Rex Kim, John Hershey, Michael Langdon, David Randall, Karl Cheng, Chris Ebersole, Michael Mueller, Aadrial Phillips, Alli Gordon

Staff Participating Virtually: Ahman Dirks, Aleshia Slaughter, Aliese Jacobsen, Amanda Kingsbury, Andrew Coutu, Andrew Robertson, Andrey Voloshinov, Angela Schaffers, Anna Totdahl, Austin Carmichael, Ben Mahon, Chris Ebersole, Claire Illo, Dana Millican, David Elott, Debra Day, Dmitri Palmateer, Eric Engelson, Eric Messer, Faith Sedberry, Ian Huculak, Jen Plett, Jeremy Knowles, John Lutkehaus, Josh Jones, Kenny Bao, Kristi Jenkins, Krystal Korthals, Louise Howard, Mark Selfridge, Missy Simpson, Mohammed Quraishi, Paul Koch, Perrin Lim, Roy Jackson, Ryan Auclair, Ryan Mann, Scott Robertson, Sommer May, Tan Cao, Tiffany Zahas, Tim, Miller, Tim Powers, Will Hampson, William Hiles, Philip Larriue, Bradley Curran, Bryson Pate

Consultants Present: Colin Bebee, Paola Nealon (Meketa Investment Group, Inc.); Scott Preppernau, Ada Lin (Milliman); Raneen Jalajel (Aon); Chip Terhune, Gina Manley (SAIF); Debby Larsen (OSGP); Anne Heaphy, Uvan Tseng (Callan)

PERS Present: Matt Larrabee

Legal Counsel Present: Steve Malone (Department of Justice)

Before proceeding with the OIC meeting, Chief Investment Officer Rex Kim provided a disclosure pertaining to the hybrid set-up of this OIC meeting, informing those in attendance (virtual and in person) of the guidelines in which this meeting will proceed.

The November 2, 2022 OIC meeting was called to order at 9:01 am by Cara Samples, Chair.

I. 9:01 am Review and Approval of Minutes

MOTION: Chair Samples asked for approval of the September 7, 2022 OIC regular meeting minutes. Treasurer Reed moved approval at 9:01 am, and Member Arvin seconded the motion which then passed by a 4/0 vote.

II. 9:01 am Committee Reports

Private Equity Committee:



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September 14	CVC Asia VI	\$150M
October 11	Vitruvian Investment Partners V, L.P.	€225M

Real Estate Committee:

September 26	Oak Street Real Estate Capital Fund VI LP	\$200M
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Opportunity Committee:

September 26	Pathlight Capital Evergreen Fund	\$100M
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Alternatives Portfolio Committee:

September 26	Bridgewater Pure Alpha Major Markets II	\$250M
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Staff Discretion:

Common School Fund		
September 14	CVC Asia VI	\$15M
September 26	Bridgewater Pure Alpha Major Markets II	\$5M
October 12	Vitruvian Investment Partners V	€5M

III. 9:02 am OPERF Asset Allocation/Liability Analysis

Karl Cheng, Senior Investment Officer, Portfolio Risk & Research introduced the presenters.

Colin Bebee, Managing Principal, Meketa and Raneen Jalajel, Associate Partner, Aon provided a presentation about OPERF Asset and Liability Analysis, including a review of liquidity risk under the various proposed options. Staff and consultants provided to the Council for consideration three options, with each at a different level of risk. Each of the options removes Risk Parity, adding that amount to Private Equity. In addition, each of the three options provides a varying degree of allocation to public equity and fixed income, which provides for different levels of portfolio volatility.

Chair Samples requested that staff and consultants provide two additional options for the Council to consider. Specifically, she requested that the proportion (2.5%) reallocated to Private Equity from Risk Parity be put into either Public Equity or Fixed Income. Staff and consultants will provide these three options for the Council's consideration at the December meeting.

IV. 10:12 am Common School Fund Investment Policy Statement

John Hershey, Director of Investments and Raneen Jalajel, Associate Partner, Aon gave an update on the Common School Fund Investment Policy Statement project.

MOTION: Member Arvin moved approval of the Common School Fund Investment Policy Statement, the motion was seconded by Treasurer Reed and passed by a vote of 4/0.

V. 10:15 am State Accidental Insurance Fund Annual Review

Perrin Lim, Fixed Income Investment Officer, Chip Terhune, Chief Executive Officer, SAIF and Gina Manley, Vice President of Finance and Chief Financial Officer, SAIF presented the State Accidental Insurance Fund Annual Review. Performance for the year has been negative; however, this is expected given the significant rise in interest rates and the emphasis on fixed income for the SAIF portfolio.



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VI. 11:10 am Oregon Savings Growth Plan Annual Review

Debby Larsen, Program Manager, OSGP, Anne Heaphy, Senior Vice President, Plan Sponsor Consulting, Callan LLC, Uvan Tseng, Senior Vice President, Plan Sponsor Consulting, Callan LLC and Claire Ilo, Investment Officer, Public Equity presented the OPERF Q3 performance report. Callan provided a review of the investment menu, recommending that the Council maintain the current structure and investment lineup.

VII. 11:48 am Asset Allocation & NAV Updates

Rex Kim, Chief Investment Officer presented the asset allocation and NAV updates.

VIII. 11:50 am Calendar – Future Agenda Items

Rex Kim presented the forward calendar. The Fixed Income Portfolio Review scheduled for January's meeting will be moved to a later date.

IX. 11:50 am Open Discussion

Chair Samples opened the floor for discussion. No comments were made by consultants, staff or OIC members.

X. 11:51 am Public Comments

Chair Samples opened the floor to public comments. Public comments have also been submitted electronically and included with the public meeting book.

Ms. Samples adjourned the meeting at 12:15 pm.

Respectfully submitted,
Alli Gordon
Executive Support Specialist