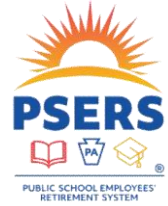


August 11, 2023 PSERB Board Meeting

Pennsylvania School Boards Assoc. Headquarters and Conference Center,
400 Bent Creek Blvd., Mechanicsburg, PA 17050 and via MS Teams [Sunshine]



Chairperson Christopher Santa Maria
Interim Vice Chairperson Susan Lemmo
Board Secretary Terrill Sanchez

1. **Call to Order**

The Board met on August 11, 2023 virtually and in-person at the Pennsylvania School Boards Association Headquarters and Conference Center at 400 Bent Creek Blvd. in Mechanicsburg, PA. Chairperson Christopher Santa Maria called the meeting to order at 9:00 A.M. Terrill Sanchez took roll and confirmed Board quorum.

Board Member Attendance:

Eric Dice for Rep. Matt Bradford In Person
Jason Davis In Person
Eric DiTullio In Person
Rep. Torren Ecker Virtual
Treas. Stacy Garrity In Person (in @ 9:28)
Susan Lemmo Virtual
Carmen Bloom for Nathan Mains Virtual
Ann Monaghan In Person

Patrick Lord for Sec. Khalid Mumin Virtual
Sen. Katie Muth Virtual (in @ 9:42)
Brian Reiser In Person
Ben Slate for Sen. Greg Rothman In Person
Christopher Santa Maria In Person
Sec. Wendy Spicher In Person
Vacancy Senate Majority Seat

Board Designee Attendance:

Jeffrey Cavanaugh Virtual
Christopher Craig In Person
Lloyd Ebright Virtual

Veronica Hoof Virtual
Eric Pistilli In Person
Morgan Wagner In Person

2. **Approval of Published Agenda or Requested Amendments**

Ann Monaghan moved to amend the agenda to add the account of Brett A. Musser, Docket No. 2021-23 under Unfinished Business to which there were no objections.

3. **Approval of June 9, 2023 Minutes**

Jason Davis moved to approve the minutes with Eric DiTullio seconding. The motion passed unanimously.

4. **Public Comment**

Terrill Sanchez confirmed there were no requests for public comment.

5. **Unfinished Business**

5.1 **Strategic Planning Discussion**

Eric Decker, Director of Governance and Strategic Initiatives, presented on the Strategic Planning project. A discussion resulted in the following:

RESOLUTION 2023-30

RESOLVED, that the Public School Employees' Retirement Board adopts the framework of the Strategic Plan as presented today.

Jason Davis moved with Treas. Stacy Garrity seconding.

The motion passed unanimously.

5.2 **Account of Brett A. Musser, Docket No. 2021-03**

Ann Monaghan moved in the account of Brett A. Musser, Docket No. 2021-23 to adopt the Opinion and Recommendation of the Hearing Examiner and dismiss Claimant's appeal with prejudice, with Jason Davis seconding. A discussion followed.

Sen. Katie Muth moved to table the motion, with Morgan Wagner seconding. Ann Monaghan amended the original motion for the Board to refer the matter of Brett A. Musser, Docket No. 2021-03 back to the Benefits and Appeals Committee for reconsideration of the recommendation, with Brian Reiser seconding.

Sen. Katie Muth withdrew her motion to table.

The motion to refer the matter to the Benefits and Appeals Committee passed with two (2) opposed being Eric DiTullio and Eric Dice, and one (1) abstention being Ann Monaghan.

6. **New Business**

There was no new business.

7. **Committee Reports**

7.1 **Audit, Compliance, and Risk Committee**

Committee Chair Treas. Stacy Garrity presented a report of the Audit, Compliance, and Risk Committee meeting held on August 2, 2023. No action was taken by the Board.

7.2 **Governance and Administration Committee**

Committee Chair Designee Eric Dice for Rep. Matt Bradford presented a report of the Governance and Administration Committee meeting held on August 10, 2023. The following actions were taken by the Board.

RESOLUTION 2023-31

RESOLVED, that the Public School Employees' Retirement Board adopts the proposed amendments to the Promotions language (section 1.5) within the Policy Manual for Investment Professional Staff.

Eric Dice moved with Sec. Wendy Spicher seconding.

The motion passed with two (2) abstentions being Susan Lemmo and Sen. Katie Muth.

RESOLUTION 2023-32

RESOLVED, that the Public School Employees' Retirement Board adopts the August 11th, 2023, Board Policy list and accompanying policy committee assignments.

Eric Dice moved with Brian Reiser seconding.

The motion passed with two (2) abstentions being Susan Lemmo and Sen. Katie Muth.

7.3 **Health Care Committee**

Committee Vice-Chair Jason Davis presented a report of the Health Care Committee meeting held on August 10, 2023. No action was taken by the Board.

7.4 **Investment Committee**

Committee Chair Jason Davis presented a report of the Investment Committee meeting held on August 10, 2023. The following actions were taken by the Board:

RESOLUTION 2023-33

RESOLVED, that the Public School Employees' Retirement Board (the "Board") hereby adopts the Asset Allocation Targets and Ranges, and the Policy Benchmarks and Policy Weights, pursuant to the proposed Allocation Targets and Ranges and Benchmark and Policy Weights identified for Option 5, on pages 8, 9, and 10, within the Interim SAA Implementations Considerations presentation prepared by Benjamin L. Cotton, Chief Investment Officer, and presented to the Investment Committee on August 10, 2023, to be effective from October 1, 2023.

It is further **RESOLVED** that the Board authorizes the Investment Office to amend sections VI. Asset Allocation and VII. Performance Objectives of the Investment Policy Statement for the Public School Employees' Retirement System, subject to review by the Office of Chief Counsel to reflect the adopted Allocation Targets and Ranges, Benchmark and Policy Weights approved herein with an effective date October 1, 2023.

Jason Davis moved with Treas. Stacy Garrity seconding.

The motion passed unanimously.

RESOLUTION 2023-34

RESOLVED, the Public School Employees' Retirement Board (the "Board") hereby commits an amount not to exceed \$200 million plus reasonable normal investment expenses, to TCI Real Estate Partners Fund IV LP, and/or related investment vehicles, in accordance with the recommendation of Robert E. Little, Senior Portfolio Manager, and Aksia. The final terms and conditions of the investment must be satisfactory to the Investment Office, the Office of Chief Counsel, and the Office of Executive Director, as evidenced either by the appropriate signatures on, or by a memo to that effect appended to, the implementing investment contract.

Jason Davis moved with Eric DiTullio seconding.

The motion passed with one (1) abstention being Sen. Katie Muth.

EXECUTIVE SESSION

At 10:36 A.M., Eric Dice moved to enter Executive Session with Jason Davis seconding, to discuss confidential provisions of the proposed discussion items. The Board resumed public session at 10:58 A.M.

RESOLUTION 2023-35

RESOLVED, the Public School Employees' Retirement Board (the "Board") hereby commits an amount not to exceed \$300 million plus reasonable and normal investment expenses, to Brookfield Strategic Real Estate Partners V, L.P. and/or related investment vehicles, in accordance with the recommendation of Melissa A. Quackenbush, Senior Portfolio Manager, Jarrett B. Richards, Senior Investment Professional and Aksia, LLC. The final terms and conditions of the investment must be satisfactory to the Investment Office, the Office of Chief Counsel, and the Office of Executive Director, as evidenced either by the appropriate signatures on, or by a memo to that effect appended to, the implementing investment contract.

Jason Davis moved with Eric DiTullio seconding.

The motion passed with one (1) opposed being Sen. Katie Muth.

8. **Office of Chief Counsel Report with Executive Session Updates on Pending and Potential Litigation**

At 11:04 A.M., Christopher Santa Maria moved to enter Executive Session with Ann Monaghan seconding, to consult with counsel with respect to pending or expected litigation. The Board resumed public session at 12:41 P.M.

9. **Executive Director Report**


Terrill Sanchez welcomed new employees and interns, and recognized retiring employees, outlined some Legislative updates, and explained the new process for receiving and reporting on Board member requests for information from the Board Information Officer.

10. **Next Meeting Agenda Items**

The Board had no recommendations for agenda items to add to the next Board Meeting.

11. **Motion to Adjourn**

At 12:54 P.M., Jason Davis moved to adjourn with Eric DiTullio seconding. The motion passed unanimously.

DocuSigned by:

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10/13/2023