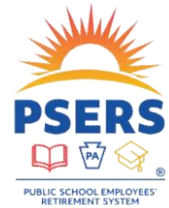


# August 14, 2024 PSERB Investment Committee Meeting



PSERS Board Room 5 North 5th Street, Harrisburg PA 17101 and via MS [Sunshine]

Chair Mr. Jason Davis  
Vice Chair Treas. Stacy Garrity  
Committee of the Whole  
Committee Liaison Benjamin Cotton  
Board Secretary Terrill Sanchez

## 1. Call to Order

The Committee met on August 14, 2024 virtually and in-person at 5 North 5<sup>th</sup> Street in Harrisburg, PA. Chair Jason Davis called the meeting to order at 3:23 P.M. Terrill Sanchez took roll and confirmed Investment Committee quorum.

### Committee Member Attendance:

Chair Jason Davis, In Person  
Lloyd Ebright for Vice Chair Treas.  
Stacy Garrity, In Person  
Jordan Laslett for Rep. Matthew  
Bradford, In Person  
Dr. Pamela Brown, In Person  
Jason Davis, In Person  
Eric DiTullio, In Person  
Jill Vecchio for Rep. Torren Ecker,  
Virtual  
Lloyd Ebright for Treas. Stacy Garrity,  
In Person  
Susan Lemmo, In Person

Ann Monaghan, In Person  
Patrick Lord for Sec. Khalid Mumin, In  
Person  
Jeffrey Cavanaugh for Sen. Katie Muth,  
Virtual  
Brian Reiser, In Person  
Eric Pistilli for Sec. Wendy Spicher, In  
Person  
Morgan Wagner for Sen. Greg  
Rothman, In Person  
Richard Vague, In Person  
*Absent Nathan Mains*

### Additional Board Designee Attendance:

Christopher Craig, Virtual  
Veronica Hoof, In Person

## 2. Approval of Published Agenda or Requested Amendments

Brian Reiser moved to approve the published agenda with Dr. Pamela Brown seconding. The motion passed with one (1) absent being Nathan Mains.

## 3. Approval of May 30, 2024 Minutes

Eric DiTullio moved to approve the minutes with Ann Monaghan seconding. The motion passed with one (1) absent being Nathan Mains.

## 4. Public Comment

Terrill Sanchez confirmed there was no request for public comment.

## 5. New Business.

### 5.1 Strategic Asset Allocation Deep Dive and Next Steps:

The Committee received a presentation on the Strategic Asset Allocation Deep Dive from Mark Brubaker, Verus Advisory, Inc.

## 5.2 Investment Policy Statement Training and Benchmark Discussion:

The Committee had a discussion on the Investment Policy Statement Training and Benchmark Discussion with Mark Brubaker, and Benjamin Cotton, Chief Investment Officer.

## 5.3 Recess and Reconvene Thursday, August 15

At 4:31 PM, the Investment Committee meeting recessed and reconvened on August 15, 2024 at 9:00 AM.

### Call to Order

The Committee reconvened its August 14, 2024 meeting on August 15, 2024 virtually and in-person at PSBA, 400 Bent Creek Blvd, Mechanicsburg, PA. Chair Jason Davis called the meeting to order at 9:01 A.M. Terrill Sanchez took roll and confirmed Investment Committee quorum.

### Committee Member Attendance:

Chair Jason Davis, In-Person	Ann Monaghan, In-Person
Lloyd Ebright for Vice-Chair Treas.	Patrick Lord for Sec. Khalid Mumin, In-Person
Stacy Garrity, In-Person	Sen. Katie Muth, Virtual (In at 9:41, Out at 10:15)
Jordan Laslett for Rep. Matthew Bradford, In-Person	Brian Reiser, In-Person
Dr. Pamela Brown, In-Person	Eric Pistilli for Sec. Wendy Spicher, In-Person
Eric DiTullio, In-Person	Rep. Torren Ecker, Virtual
Susan Lemmo, In-Person	Sen. Greg Rothman, Virtual
Kevin Busher for Nathan Mains, In-Person	Richard Vague, In-Person

### Additional Board Designee Attendance:

Jeffrey Cavanaugh, Virtual	Morgan Wagner, In-Person
Christopher Craig, Virtual	Jill Vecchio, Virtual
Veronica Hoof, In-Person (In at 9:07)	
Matt McCarry, In-Person	

## 5.4 PSERS Investment Office Dashboard and Vital Signs Discussion

The Committee received a presentation on the PSERS Investment Office Dashboard and Vital Signs Discussion from Robert Devine, Deputy Chief Investment Officer.

## 5.5 Investment Related Policies

The Committee received a presentation on the Investment Related Policies from Joseph Sheva, Director of Risk and Compliance.

Dr. Pamela Brown moved the following:

The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board adopt the changes to the following investment policies, attached:

Policies with changes only

- Investment Policy Statement

Policies to be changed and consolidated

- Consolidation of the Traditional Investments Due Diligence Policy and the Non-Traditional Investments Due Diligence Policy into a single External Manager Due Diligence and Monitoring Policy

Ann Monaghan seconded.

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

**5.6 Cash and Liquidity Overview**

The Committee received a presentation on the Cash and Liquidity Overview from Steven Derr, Director of Fixed Income/Cash.

**5.7 Capital Markets Update and Q1 2024 Performance Summary**

The Committee received a presentation on the Capital Markets Update and Q1 2024 Performance Summary from Mark Brubaker.

**5.8 SOC1 Type 2 Update and Gap Reporting**

The Committee received the SOC1 Type 2 Update and Gap Reporting from Benjamin Cotton.

**5.9 Chief Investment Officer Update**

The Committee received the Chief Investment Office Update from Benjamin Cotton.

Eric DiTullio moved the following:

The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board extend the term of Aksia contract - Hedge Fund and Private Credit Investment Consulting Services ("Aksia Contract #1"), from January 31, 2026 to February 29, 2028, to make it coterminous with Aksia contract -Private Markets Investment Consulting and Back-Office Services ("Aksia Contract #2").

The final terms and conditions of the contracts are subject to legal due diligence and 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 contract.

Brian Reiser seconded.

**The motion passed unanimously.**

**5.10 Private Equity: LLR Equity Partners VII, L.P.**

James Del Gaudio, Head of Private Markets, presented a proposal for LLR Equity Partners VII, L.P.

**5.11 Private Equity: Summit Partners Growth Equity Fund XII-A, L.P.**

James Del Gaudio presented a proposal Summit Partners Growth Equity Fund XII-A, L.P.

**5.12 Private Credit: ACORE Opportunistic Credit II, L.P.**

James Del Gaudio presented a proposal ACORE Opportunistic Credit II, L.P.

**5.13 Private Infrastructure: Blackstone Infrastructure Partners Europe (CYM), L.P.**

James Del Gaudio presented a proposal for Blackstone Infrastructure Partners Europe (CYM) L.P.

**5.14 Private Infrastructure: Peppertree Capital Fund X, L.P.**

James Del Gaudio presented a proposal for Peppertree Capital Fund X, L.P.

**5.15 Executive Session**

At 9:50 AM, the Committee entered Executive Session to discuss confidential provisions of the discussion items, and additional confidential information on terms and status of prior discussion items.

**The Committee resumed public session at 10:12 A.M.**

## 5.16 Motions

Brian Reiser moved the following:

Motion: The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board commit an amount not to exceed \$125 million, plus reasonable and normal investment expenses, to LLR Equity Partners VII, L.P., and/or related investment vehicles, in accordance with the recommendation of Luke M. Jacobs, Portfolio Manager, and Aksia, LLC.

The final terms and conditions of the investment are subject to legal due diligence and 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 contracts.

Dr. Pamela Brown seconded.

**The motion passed with one (1) opposed being Kevin Busher, and one (1) abstention being Sen. Katie Muth.**

Eric DiTullio moved the following:

Motion: The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board commit an amount not to exceed \$100 million plus reasonable and normal investment expenses, to Summit Partners Growth Equity Fund XII-A, L.P. and/or related investment vehicles, in accordance with the recommendation of Luke M. Jacobs, Portfolio Manager, Melissa Quackenbush, Senior Portfolio Manager, and Aksia, LLC.

The final terms and conditions of the investment are subject to legal due diligence and 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.

Kevin Busher seconded.

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

Eric DiTullio moved the following:

Motion: The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board commit an amount not to exceed \$175,000,000 plus reasonable and normal investment expenses, to ACORE Opportunistic Credit II, L.P. and/or related investment vehicles, in accordance with the recommendation of Jarrett Richards, Portfolio Manager, Sean Sarraf, Portfolio Manager, and Aksia, LLC.

The final terms and conditions of the engagement are subject to legal due diligence and 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.

Dr. Pamela Brown seconded.

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

Eric DiTullio moved the following:

Motion: The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board (i) commit an amount not to exceed €200,000,000 plus reasonable and normal investment expenses, to Blackstone Infrastructure Partners Europe (CYM) L.P. and/or related investment vehicles, in accordance with the recommendation of Cody Steele, Portfolio Manager and Aksia, LLC and (ii) authorizes the Investment Office in its discretion to commit additional sums to Blackstone Infrastructure Partners, L.P., Blackstone Infrastructure Partners Europe (CYM) L.P. and/or related investment vehicles provided that at the time of any such commitment, the NAV of these vehicles together with the additional commitment

amount, does not exceed the greater of (a) \$1,000,000,000 or (b) 25% of the Private Infrastructure Portfolio's NAV, until such time as otherwise approved or amended.

The final terms and conditions of the investment are subject to legal due diligence and 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 contracts.

Jordan Laslett seconded.

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

Eric DiTullio moved the following:

Motion: The Investment Committee of the Public School Employees' Retirement Board (the "Board") recommends that the Board commit an amount not to exceed \$100,000,000 plus reasonable and normal investment expenses, to Peppertree Capital Fund X QP, LP and/or related investment vehicles, in accordance with the recommendation of Cody Steele, Portfolio Manager, and Aksia.

The final terms and conditions of the investment are subject to legal due diligence and 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 contracts.

Ann Monaghan seconded.

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

6. **Next Meeting Agenda Items**


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

7. **Motion to Adjourn**

At 10:21 AM, Dr. Pamela Brown moved to adjourn with Kevin Busher seconding. The motion passed unanimously.

DocuSigned by:  
  
FA62F2368763477...

10/10/2024

DocuSigned by:  
  
DD466AF9D85D441...

10/10/2024