Present:
Committee: David Weisbrod, Chairman; William Drake, Andreas Duus, Anthony Turner
Staff: Peter Mynarski, Comptroller; Nataliya Yemets, Treasurer; Joan Lynch, Treasury

The meeting was called to order at 10:00 A.M.

1. **Acceptance of the BET Investment Advisory Committee Meeting Minutes**

Upon a motion by Mr. Drake, seconded by Mr. Duus, the Committee voted 4-0-0 to accept the Investment Advisory Committee Meeting Minutes of April 9, 2019 as amended.

2. **Review and approve actions of the OPEB Trust Board Meeting**

At the OPEB Trust Board meeting on May 14, 2019, the OPEB Trust Board concluded that in current economic and political environment it would be more beneficial to move away from healthcare sector betting toward indexing. The Board voted to sell 100% of holdings of SPDR S&P Biotech ETF (XBI) and T. Rowe Price Health Sciences Fund (PRHSX) and invest all proceeds in SPDR S&P 500 ETF (SPY).

Mr. Drake made a motion, seconded by Mr. Duus to approve the actions of the OPEB Trust Board stated above. The Committee voted 4-0-0. Motion carried.

3. **Review actual/forecasted General Fund cash position for FY19**

Ms. Yemets gave an overview of each of the General Fund Cash Forecast model's receipts and disbursements categories. She explained the tax revenue collection cycles, composition of other revenue lines, and the timing of several significant outflows like debt service payments. Ms. Yemets noted that in April the net cash flows totaled negative $17 million, leaving the General Fund with a cash balance of $124 million as of 4/30/19, which was in line with the 4/30/18 Fund position. The Committee requested that this report be prepared for review on a monthly basis.

4. **Discuss OPEB vs. Retirement Plan investment performance comparison**

The Committee discussed some of the difficulties with comparing performance of the two Portfolios, including the lag in investment results reporting for the Private Markets segment of the TOG Retirement System Portfolio managed by Neuberger Berman (NB). Mr. Weisbrod questioned whether NB would consider managing a portfolio of the OPEB Trust's size, and if so, whether NB would introduce private equity and debt investments into the OPEB's Portfolio.
It was decided to ask NB to provide a cost proposal and potential asset allocation(s) for the OPEB Trust Portfolio so that the Investment Advisory Committee could use this data when exploring the possibility of outsourcing OPEB investment management to an outside CIO. Mr. Mynarski and Ms. Yemets were tasked to work with NB to collect the necessary information.

5. **Adjournment**

Mr. Duus made a motion, seconded by Mr. Drake, to adjourn the meeting at 10:58 A.M. The Committee voted 4-0-0 in favor of the motion. Motion carried.

Next Meeting Tuesday, June 6, 2019 at 10:00 A.M. in the Mazza Meeting Room.

Catherine Sidor, Recording Secretary

David Weisbrod, Chairman, Investment Advisory Committee

**Schedule IAC meetings through December 2019 at 10:00 A.M.**

June 6, 2019 (Thursday)  
July 16, 2019 (Tuesday)  
August – no meeting  
September 11, 2019 (Wednesday)  
October 8, 2019 (Tuesday)  
November 12, 2019 (Tuesday)  
December 10, 2019 (Tuesday)