



PUBLIC EMPLOYEE RETIREMENT SYSTEMS OF IDAHO
607 North 8th Street, Boise, Idaho 83702

RETIREMENT BOARD MEETING MINUTES

The Board of the Public Employee Retirement System of Idaho met in-person at 8:30 a.m., August 20, 2024. The following Trustees and PERSI Staff were present:

Jeff Cilek – Chairman
Joy Fisher – Vice Chair
Darin DeAngeli – Trustee
Lori Wolff - Trustee
Michael Hampton - Executive Director
Alex Simpson - Deputy Director
Cheryl George - General Counsel
Richelle Sugiyama - Chief Investment Officer
Chris Brechbuhler - Deputy Chief Investment Officer
Larry Sweat – IT Manager III
Mike Anderson – Financial Executive Officer

Park Price – Trustee; excused absence

Presenters in attendance in-person were:

Ann O'Bradovich – Callan
Liz Desmond – Mondrian
Jim Brecker – Mondrian
Robert Schmidt – Milliman

At 8:32 a.m., Chairman Cilek called the meeting to order.

APPROVAL OF THE BOARD MEETING MINUTES

Trustee Fisher moved to approve the minutes of the July 16th, 2024, Board meeting. Trustee DeAngeli seconded the motion. The motion passed unanimously.

PORTFOLIO

Monthly Portfolio Update

Ann O'Bradovich presented a fiscal Year-end review. She noted that U.S. equities primarily drove positive returns with domestic besting foreign, growth beating value and large-cap beating small-cap. Ann discussed the composition of returns in domestic small and large cap stocks and explained PERSI's long standing overweight to small/mid cap stocks. She then provided an overview of each broad asset class.

Richelle Sugiyama touched on the plan's actuarial assumed investment target return and how that is captured through the portfolio's asset allocation and benchmarks. She presented the PERSI Investment Report, highlighting the outperformance of Adelante, Donald Smith and Mondrian while noting that Peregrine was underperforming.

Richelle Sugiyama and Chris Brechbuhler provided staff's recommendation on private equity in-kind stock distribution processing. A memo was presented regarding the engagement of the services of Hamilton Lane for distribution management. Chairman Cilek moved to engage Hamilton Lane Advisors, LLC. Trustee Fisher seconded the motion. The motion passed unanimously.

Liz Desmond and Jim Brecker provided an overview of Mondrian's investment philosophy, performance and international developed market insights.

Chairman Cilek thanked them for their 20-year partnership.

Board Governance

Trustee DeAngeli moved to approve the selection of Trustee Price as Vice-Chair. Trustee Fisher seconded the motion. The motion passed unanimously.

OPERATIONS AND ADMINISTRATION

Administrative and Operations Update

Alex Simpson updated the Board on the new member portal and the progress of remodeling inside the PERSI building. He also provided departmental initiatives, process and control consultant progress, and his NASRA conference update.

Mike Hampton updated the Board on the NASRA 70th Annual Conference including national reports, research available, current federal relations topics and lessons learned.

Base Plan Contribution Rate Options

Robert Schmidt presented multiple future contribution rate adjustment option scenarios for the Base Plan. The scenarios contemplated the impact of delaying and/or reducing future rate adjustments. The Board requested that Milliman provide additional rate reduction scenarios at a future meeting.

FISCAL

Fiscal Update/Travel/Expense Report Update

Mike Anderson presented the monthly and quarterly financial reports. All expenditures are under budget as of July 2024.

The fiscal year 2026 budget recommendation was presented for the Board's consideration.

Trustee Fisher moved to approve the fiscal year 2026 budget as recommended. Trustee DeAngeli seconded the motion. The motion passed unanimously.

BOARD

Future Agenda

The September agenda was reviewed. No new agenda items were suggested.

The Board updated the signature authorization document, reflecting the addition of Mike Anderson as Fiscal Executive Officer.

Adjournment: With no further business to discuss, the Board adjourned at 11:05 a.m.