

# **NORTH CAROLINA SUPPLEMENTAL RETIREMENT INVESTMENT SUBCOMMITTEE MEETING**

**Ms. Melinda Baran, Chair**  
**Thursday, February 19, 2015**  
**8:30 a.m.**

**Call-In Number: 888-808-6929 Access Code: 9255075**

## **LOCATION:**

*Department of State Treasurer*  
*Dawson Conference Room*  
*Albemarle Building, 325 North Salisbury Street*  
*Raleigh, North Carolina 27603*

## **Agenda Item**

## **Presenter**

### **INTRODUCTIONS**

(8:30 – 8:35 a.m.)

- |      |  |                                |
|------|--|--------------------------------|
| I.   | Welcome and Introductions  | Melinda Baran,<br><i>Chair</i> |
| II.  | Ethics Awareness and Identification of Conflicts or<br>Potential Conflicts of Interest | Melinda Baran,<br><i>Chair</i> |
| III. | Minutes from November 11, 2014 Investment Subcommittee Meeting (Tab: 1)                | Melinda Baran,<br><i>Chair</i> |

### **INVESTMENT REPORTS**

(8:35 – 10:50 a.m.)

### **401(k)/457(b) PLANS**

- |     |  |          |   |
|-----|--|----------|---|
| IV. | Stable Value Portfolio Review and<br>Custodian Fee Increase Update<br>(8:35 – 8:55 a.m.)             | (Tab: 2) | William Weber,<br><i>Galliard</i>             |
| V.  | Economic Overview and 4 <sup>th</sup> Quarter Investment<br>Performance Report<br>(8:55 – 9:25 a.m.) | (Tab: 3) | Liana Magner &<br>Kelly Henson, <i>Mercer</i> |

### **BREAK**

(9:25 – 9:30 a.m.)

- |       |   |          |   |
|-------|---|----------|---|
| VI.   | Transition Update: PIMCO to Prudential –<br>North Carolina Fixed-Income Fund<br>(9:30 – 9:35 a.m.)      |          | Liana Magner &<br>Kelly Henson, <i>Mercer</i> |
| VII.  | Investment Compliance Report Review<br>(9:35 – 9:40 a.m.)   | (Tab: 4) | Liana Magner &<br>Kelly Henson, <i>Mercer</i> |
| VIII. | Investment Policy Statement Project Review<br>JP Morgan Business Practices Review<br>(9:40 – 9:50 a.m.) | (Tab: 5) | Liana Magner &<br>Kelly Henson, <i>Mercer</i> |

IX. Mercer Review of Wellington Quality Value  
(9:50 – 10:35 a.m.)

(Tab: 6)

Liana Magner &  
Kelly Henson, *Mercer*

## **BREAK**

(10:35 – 10:45 a.m.)

## **403(b) PROGRAM**

X. 403(b) Program 4<sup>th</sup> Quarter  
Investment Performance Review  
(10:45 – 10:55 a.m.)

(Tab: 7)

Liana Magner &  
Kelly Henson, *Mercer*

## **PORTFOLIO MANAGER PRESENTATION**

(10:55 – 11:55 a.m.)

XI.

- Wellington Management Company, LLC  
Opportunistic Growth Large Cap Growth Fund  
(10:55 – 11:25 a.m.)

(Tab: 8)

Elizabeth O'Hara, Managing Director  
Drew Shilling, Portfolio Manager &  
Kevin Boreen, Investment Director  
*Wellington Management*

- Brown Advisory  
Mid/Small Cap Growth Fund  
(11:25 – 11:55 a.m.)

(Tab: 9)

Chris Berrier, Portfolio Manager &  
Trish Carroll, Relationship Manager  
*Brown Advisory*

## **STAFF REPORTS/COMMENTS**

(11:55 a.m. – 12:00 p.m.)

XII. SUBCOMMITTEE MEMBERS QUESTIONS/COMMENTS

XIII. PUBLIC COMMENTS

## **ADJOURNMENT**

(12 p.m.)

## **APPENDIX**

- ❖ NC 401(k) & NC 457 Investment Policy Statement (*Tab: A1*)
- ❖ NC 403(b) Investment Policy Statement (*Tab: A2*)
- ❖ NC 401(k) & NC 457 Fee Schedules (*Tab: A3*)
- ❖ Supplemental Retirement Plans Organization Chart (*Tab: A4*)

## **NEXT MEETING**

The next meeting of the Supplemental Retirement Board of Trustees will be March 19, 2015. The meeting will be held in the Banking Commission Board Room 316 W. Edenton Street Raleigh, North Carolina 27603 from 9 a.m. – 4 p.m.

Questions regarding items on the agenda should be addressed to the N.C. Department of State Treasurer, Retirement Systems Division by email at [supplementalboard@nctreasurer.com](mailto:supplementalboard@nctreasurer.com).