



**MINUTES OF THE
NEW MEXICO EDUCATIONAL RETIREMENT BOARD
INVESTMENT COMMITTEE MEETING**

June 23, 2023

1. a. CALL TO ORDER

A meeting of the New Mexico Educational Retirement Board Investment Committee was called to order on this date at 8:05 a.m. in the Rio Bravo Room at the Albuquerque Public Schools Headquarters, 6400 Uptown Boulevard, N.E., Albuquerque, New Mexico. A quorum was present.

Members Present:

Mr. Larry Magid, Chair
Mr. Russell Goff
Dr. Matias Fontenla

Members Excused:

None

Staff Present:

Mr. David Archuleta, Executive Director
Mr. Lawrence Esquibel, Deputy Director
Mr. Rick Scroggins, Assistant Director
Mr. Bob Jacksha, CIO
Mr. Steve Neel, Deputy CIO, Alternative Assets
Mr. Mark Canavan, Investment Officer, Real Estate & Natural Resources
Mr. Randall Cherry, Deputy General Counsel
Ms. Ariana Wakefield, Executive Assistant

Others Present:

Mr. Sam Austin, NEPC
Ms. Judith Beatty, Board Recorder

b. Approval of Agenda

Mr. Goff moved approval of the agenda, as published. Dr. Fontena seconded the motion, which passed unanimously.

c. Approval of Minutes: 02/16/2023

Mr. Goff moved approval of the minutes of February 16, 2023, meeting. Dr. Fontena seconded the motion and it passed unanimously.

d. Introduction of Guests

None.

2. Q1 2023 PROXY VOTING REPORT

Mr. Jacksha asked the committee to accept the Q1 2023 Proxy Voting Report.

Mr. Goff so moved. Dr. Fontena seconded the motion which passed unanimously.

3. Q4 2022 INFRASTRUCTURE REPORT

Mr. Canavan presented the Q4 2022 portfolio summary:

- Portfolio Fair Value: \$632,639
- Portfolio Fees & Expenses: \$70 million [\$5 million/year]
- Portfolio Inception Date: July 2008
- Total Number of Fund Investments: 15 [\$687 million, net IRR 7.9%]
- Total Number of Direct Investments: 23 [\$300 million, net IRR 12.7%]
- Net IRR Since Inception: 8.3%

4. Q4 2022 REAL ESTATE AND NATURAL RESOURCES REPORT

Mr. Canavan presented an overview of the portfolio:

- Plan Size: \$15.3 billion
- Target/Current Allocation for Real Estate: 8.0%/7.7%
- Target/Current Allocation for Natural Resources: 5.0%/5.6%
- Real Estate Benchmark: NCREIF Property Index
- Natural Resources Benchmark: CPI + 4% (CP-U)
- Active Partnerships: 74/Inactive: 9, Active GP Relationships: 31
- Capital Committed: \$4.2 billion.

- Market Value: \$2.4 billion with additional \$1.4 billion in unfunded commitments
- Total Value Multiple: 1.46x
- Since inception IRR: 11.4%, (-25) bps since previous quarter
- Total Exposure in Real Assets: Real Estate 70%/Natural Resources 30%

5. Q1 2023 COMMISSION REPORTS

[Informational.]

6. DERIVATIVES REPORT

Mr. Jacksha stated that the NMERB was within policy guidelines.

7. OTHER REPORTS AND DISCUSSION

Mr. Jacksha stated that NEPC's contract comes up September 30 and will be taken up at the August board meeting.

8. ADJOURN: 8:30 a.m.



Larry Magid, Chair

