

**DRAFT VERSION – MINUTES OF THE INVESTMENT ADVISORY COUNCIL MEETING
WEDNESDAY, DECEMBER 10, 2014– SUBJECT TO REVIEW AND APPROVAL
FINAL VERSION OF THESE MINUTES WILL BE POSTED AFTER APPROVAL OF THE INVESTMENT
ADVISORY COUNCIL AT THE NEXT MONTHLY MEETING, WHICH WILL BE HELD ON
WEDNESDAY, JANUARY 14, 2014**

MEETING NO. 420

Members present:

Janice (Jan) Carpenter
Thomas Fiore, representing Benjamin Barnes
Laurence Hale
Joshua Hall
David (Duke) Himmelreich*
Steven Muench
William Murray**
Denise L. Nappier, Treasurer
Carol Thomas, Interim Chair
Peter Thor

Absent:

Others present:

Christine Shaw, Deputy Treasurer
Lee Ann Palladino, Chief Investment Officer
Deborah Spalding, Deputy Chief Investment Officer
David Barrett, Director of Communications
Gary L. Carter, Principal Investment Officer
Joanne Dombrosky, Principal Investment Officer
Laura Jordan, Interim Assistant Treasurer
Shelagh McClure, Director of Compliance
Christina McGinnis, Executive Secretary
Terrence Purcell, Principal Investment Officer
Cherie Santos-Wuest, Principal Investment Officer
Michael Terry, Principal Investment Officer
Linda Tudan, Executive Assistant

Guests:

Bradley Atkins, Franklin Park Associates
Chris Crevier, Neuberger Berman
Will Greene, Loop Capital Markets
Robin Kaplan-Cho, Connecticut Education Association
Kevin Meehan, Goldman Sachs
Claire Shaugnessy, Hewitt EnnisKnupp, Inc.
Diane Smola, Hewitt EnnisKnupp, Inc.
Kevin Sullivan, BNY Mellon Asset Servicing

* Arrived at 9:12a.m.

**Arrived at 9:24a.m.

With a quorum present, Interim Chair Carol Thomas called the Investment Advisory Council (“IAC”) meeting to order at 9:07 a.m.

Approval of Minutes of the November 12, 2014 IAC Meeting

Chair Thomas called for a motion to approve the minutes of the November 12, 2014 IAC meeting. **Steven Muench moved to approve the minutes of the November 12, 2014 IAC meeting as drafted. The motion was seconded by Jan Carpenter. There was one abstention, Thomas Fiore. There being no discussion, the Chair called for the vote. The motion passed unanimously.**

Comments by the Treasurer

Treasurer Nappier began her opening remarks by commenting on the bi-annual actuarial valuation reports as of June 30, 2014 for the State Employees’ Retirement Fund and the Teachers’ Retirement Fund.

Update on the Market, the Connecticut Retirement Plans and Trust Funds (“CRPTF”) Final Performance for Months Ended September 30, 2014 and October 31, 2014

Lee Ann Palladino, Chief Investment Officer, provided an update on the capital market environment, its impact on the performance of the CRPTF and the economic outlook. Next, she reported on the investment performance for the months ended September 30 and October 31, 2014. Ms. Palladino then commented on the Watch List.

Next, Claire Shaughnessy, Partner, and Diane Smola, Senior Consultant, of Hewitt EnnisKnupp, reported on the Combined Investment Funds and the Connecticut Horizon Fund for the quarter ended September 30, 2014.

Private Investment Fund Review as of June 30, 2014

Terrence Purcell, Principal Investment Officer (“PIO”), reported on the Private Investment Fund (“PIF”) for the quarter ended June 30, 2014. He introduced PIF’s consultant, Bradley Atkins, CEO of Franklin Park Associates, who assisted in presenting the quarterly report.

Report on Corporate Governance as September 30, 2014

Laura Jordan, Interim Assistant Treasurer - Policy, reported on Corporate Governance activities for the quarter ended September 30, 2014.

Chair Thomas called for a motion to accept the report on Corporate Governance activities. **A motion was made by Peter Thor, seconded by William Murray, to accept the report on Corporate Governance activities. There being no discussion, Chair Thomas put the question to a vote and the motion passed unanimously.**

Other Business

Chair Thomas invited the IAC members to submit agenda items for the January 14, 2014 IAC meeting.

There being no further business, Chair Thomas called for a motion to adjourn the meeting. Mr. Murray moved to adjourn the meeting and the motion was seconded by Ms. Carpenter. There being no discussion, the meeting was adjourned at 11:30 a.m.

This meeting was electronically recorded.