

**DRAFT VERSION – MINUTES OF THE INVESTMENT ADVISORY COUNCIL MEETING
WEDNESDAY, OCTOBER 12, 2016– 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, NOVEMBER 9, 2016**

MEETING NO. 435

Members present: Thomas Fiore, representing Benjamin Barnes
Joshua Hall
David (Duke) Himmelreich
Michael LeClair*
Denise L. Nappier, Treasurer
Carol Thomas, Interim Chair

Absentees: Steven Muench
William Murray

Others present: Lawrence Wilson, Interim Deputy Treasurer
Deborah Spalding, Chief Investment Officer
David Barrett, Director of Communications
Karen Grenon, Assistant General Counsel
Mary Phil Guinan, Assistant Treasurer-Policy
Wayne Hypolite, Executive Assistant
Catherine E. LaMarr, General Counsel
Laurie Martin, Deputy Chief Investment Officer
Christina McGinnis, Executive Secretary
Christine Shaw, Chief Compliance Officer
Michael Terry, Principal Investment Officer
Linda Tudan, Executive Assistant

*Arrival 9:08a.m.

Guests: Kristin DePlatchett, StepStone Group, LP
Michael Elio, StepStone Group, LP
Jacques Galante, Leeds Equity Partners
Paul Heffernan, Putnam Investments
Jim Hickey, Vista Equity Partners
Jim Kane, Unite Here
Jeffrey Leeds, Leeds Equity Partners
Christine Pastore, Vista Equity Partners
Claire Shaugnessy, AonHewitt Investment Consulting
Diane Smola, AonHewitt Investment Consulting
Arnold West, GIA Partners

With a quorum present, Interim Chair Carol Thomas called the Investment Advisory Council (“IAC”) meeting to order at 9:04 a.m.

Approval of Minutes of the September 14, 2016 IAC Meeting

Chair Thomas called for a motion to approve the minutes of the September 14, 2016 IAC meeting. **Duke Himmelreich moved to approve the minutes of the September 14, 2016 IAC meeting. The motion was seconded by Joshua Hall. There being no further discussion, the Chair called for the vote. The motion passed unanimously.**

Comments by the Treasurer

Treasurer Denise L. Nappier began her opening remarks by welcoming the new Deputy Chief Investment Officer, Laurie Martin. Deborah Spalding, Chief Investment Officer, then introduced her and spoke of her background.

Treasurer Nappier then stated that after giving consideration to the feedback from the IAC and to the due diligence process conducted by the investment staff and the general investment consultant, AonHewitt, she had decided to hire all five of the semi-finalists that had presented at the September 14 IAC meeting for the High Yield Debt Fund manager mandate: Alliance Bernstein, LP; Columbia Management Investment Advisers LLC; DDJ Capital Management, LLC; Nomura Corporate Research and Asset Management; and Shenkman Capital Management, Inc. Each of the manager hires is dependent upon the successful execution of the contract documents.

She then announced that two investment opportunities were being presented for consideration by the IAC for the Private Investment Fund (“PIF”): Leeds Equity Partners VI, L.P. (“Leeds VI”) and Vista Equity Partners Fund VI, L.P. (“Vista VI”).

Lastly, Treasurer Nappier gave an update on the ongoing efforts regarding pension reform in Connecticut.

Update on the Market, the Connecticut Retirement Plans and Trust Funds Final Performance for Month Ended August 31, 2016

Ms. Spalding provided an update on the capital market environment, its impact on the Connecticut Retirement Plans and Trust Funds performance and the economic outlook. Next, she reported on the investment performance for the month ended August 31, 2016.

Presentation by and Consideration of Leeds Equity Partners VI, L.P.

Ms. Spalding provided opening remarks and introduced Leeds VI, a PIF opportunity. Leeds VI, represented by Jeffrey Leeds, President, and Jacques Galante, Managing Director, made a presentation to the IAC.

Roll Call of Reactions of Leeds Equity Partners VI, L.P.

Thomas Fiore, Mr. Himmelreich, Michael LeClair, Mr. Hall, and Chair Thomas provided feedback on the PIF opportunity.

Chair Thomas called for a motion to waive the 45-day comment period. **A motion was made by Mr. Himmelreich, seconded by Mr. Hall, to waive the 45-day comment period for Leeds Equity Partners VI, L.P. There being no discussion, the Chair put the question to a vote and the motion was passed unanimously.**

Presentation by and Consideration of Vista Equity Partners Fund VI, L.P.

Ms. Spalding provided opening remarks and introduced Vista VI, a PIF opportunity. Vista VI, represented by Jim Hickey, Principal, and Christine Pastore, Head of Investor Relations, made a presentation to the IAC.

Roll Call of Reactions of Vista Equity Partners Fund VI, L.P.

Messrs. Hall, Fiore, Himmelreich, LeClair, and Chair Thomas provided feedback on the PIF opportunity.

Chair Thomas called for a motion to waive the 45-day comment period. **A motion was made by Mr. Hall, seconded by Mr. LeClair, to waive the 45-day comment period for Vista Equity Partners Fund VI, L.P. There being no discussion, the Chair put the question to a vote and the motion was passed unanimously.**

Report on Corporate Governance as of June 30, 2016

Mary Phil Guinan, Assistant Treasurer-Policy, reported on the corporate governance activity for the quarter ending June 30, 2016.

Short-Term Investment Fund Review as of June 30, 2016

Michael Terry, Principal Investment Officer, reported on the Short-Term Investment Fund performance for the quarter ending June 30, 2016.

Other Business

Chair Thomas invited the IAC members to submit agenda items for the November 9, 2016 IAC meeting.

Comments by the Chair

There being no further business, Chair Thomas called for a motion to adjourn the meeting. **Mr. Hall moved to adjourn the meeting and the motion was seconded by Mr. Fiore. There being no discussion, the meeting was adjourned at 11:07 a.m.**

This meeting was electronically recorded.