

Call to Order

The meeting was called to order by President Kunz at 9:13 a.m.

Present for the Meeting were Trustees:

Matt Bogenschultz	Zuki Ellis	Michael McKay	Jim Paddock
Feryle Borgeson	John Kunz,	Karen Odegard	Stephanie Pignato
Lori Borgeson	Mike McCollor		

Mr. McCollor was excused at 10:45 a.m.

Mr. Paddock was excused at 1:30 p.m. and returned to the meeting at 2:25 p.m.

Ms. Ellis was excused at 3:08 p.m.

Also present were SPTRFA staff: Jill Schurtz, Executive Director, and Christine MacDonald, Deputy Director.

Adoption of Agenda

Mr. Borgeson moved adoption of the agenda. The motion was seconded by Mr. McCollor and approved by the Board.

Approval of Minutes

Ms. Borgeson moved for approval of the minutes of the February 21, 2018 meeting of the Board. The motion was seconded by Ms. Pignato and so voted by the Board.

Report on Deaths

Ms. MacDonald read, and the Board accepted, the Report on Deaths.

Consent Agenda

On motion by Ms. Odegard, seconded by Mr. Borgeson, the Board accepted the consent agenda items listed below.

Pension: *a. CA-2018-19: Report on Benefit Applications*

Financial: *b. CA-2018-20: Refunds — March 2018*

c. CA-2018-21: Refunds — April 2018

d. CA-2018-22: Accounting — January 31, 2018

IRS Form 990

Ms. MacDonald presented the completed IRS Form 990 for the Board's review.

Portfolio Review (Real Estate) – UBS

Mr. Ronald Lanier, Executive Relationship Manager, provided the Board with an update on the portfolios managed for the Fund by UBS, as well as a real estate market overview. Mr. Lanier also updated the Board on relevant fee structure and organizational changes.

Portfolio Review (Domestic REIT) – Advantus Capital

Mr. John Messing, Relationship Manager, Matt Richmond, Portfolio Manager, and Josh Klesh, Portfolio Manager, provided the Board with an update on the REIT portfolio managed by Advantus for the Fund and responded to Trustee questions.

NCTR Conference Attendees: Workshop / Conference

Ms. Schurtz and the Board discussed the 2018 NCTR Workshops and Conferences and potential SPTRFA participants.

Portfolio Review (MLP Energy Infrastructure) – Tortoise Capital

Mr. Greg Murphy, Director, Relationship Management, and Mr. Adam Peltzer, Portfolio Management (via phone), provided the Board with an update on the MLP portfolio managed for the Fund by Tortoise. Mr. Peltzer also discussed recent trends in the MLP sector and Tortoise's outlook for the space.

Draft FY 2019 Preliminary Budget Presentation

Ms. Schurtz, Ms. McDonald, and Ms. Williams gave a brief overview of the major categories in the FY 2019 budget, with the final SPTRFA budget to be presented at the May 16, 2018 Board meeting.

Executive Director's Report

Ms. Schurtz provided the Board with an update on several key areas, including: the status of S.F. 2620; the appt. of Rep Thissen to the MN Supreme Court; budget highlights; the status of the 1619 Dayton lease; class action status report; general investment manager updates; investment performance; and portfolio comments from ACG.

After consultation with ACG and other investment professionals, Ms. Schurtz requested the Board approve a modification to the policy index for the Fund's private equity allocation. Under this proposal, the policy index for the private equity allocation would reflect the Fund's actual performance, an approach also followed by the MN State Board of Investment.

Mr. Bogenschultz moved for approval of the motion to modify the policy index. The motion was seconded by Mr. Paddock and approved by the Board.

SPPS Update

Ms. Ellis briefed the Board on current SPPS Board initiatives and areas of focus.

Investment Committee Update

Ms. Pignato, Committee Chair, reported no further updates.

Annuities and Refund Committee Update

Mr. Paddock, Committee Chair, reported no updates.

Personnel Committee

Mr. McCollor, Committee Chair, reported no updates.

Audit Committee Update

Ms. Odegard, Committee Chair, reported to the Board that only one Basic member remains on active status.

Member Questions and Answers & Adjournment

*On motion by Ms. Borgeson, seconded by Mr. McKay, the Board voted to adjourn at 3:21 p.m. The Board convenes next on **Wednesday, May 16, 2018, at 9:00 a.m.***

Respectfully submitted,

Jill E. Schurtz, Executive Director