



ARIZONA STATE RETIREMENT SYSTEM

3300 NORTH CENTRAL AVENUE • PO BOX 33910 • PHOENIX, AZ 85067-3910 • PHONE (602) 240-2000
7660 EAST BROADWAY BOULEVARD • SUITE 108 • TUCSON, AZ 85710-3776 • PHONE (520) 239-3100
TOLL FREE OUTSIDE METRO PHOENIX AND TUCSON 1 (800) 621-3778
EMAIL ADDRESS: ASKMAC@AZASRS.GOV • WEB ADDRESS: WWW.AZASRS.GOV

Paul Matson
Director

AGENDA

NOTICE OF A PUBLIC MEETING AND EXECUTIVE SESSION OF THE ARIZONA STATE RETIREMENT SYSTEM (ASRS) INVESTMENT COMMITTEE

3300 North Central Avenue
14th Floor Conference Room
Phoenix, Arizona 85012

Monday, August 18, 2014
1:00 p.m.

Pursuant to A.R.S. § 38-431.02, notice is hereby given to the members of the Arizona State Retirement System (ASRS) Investment Committee (IC) and to the general public that the ASRS Investment Committee will hold a public meeting August 18, 2014 beginning at 1:00 p.m., in the 14th Floor Conference Room of the Arizona State Retirement System office, 3300 North Central Avenue, Phoenix, Arizona. Trustees of the Committee may attend either in person or by telephone conference call.

This is a regularly scheduled meeting of the Investment Committee; however, due to possible attendance by other ASRS Board Trustees, this meeting may technically become a meeting of the Board or one of its Committees. Actions taken will be consistent with Investment Committee governance procedures. Actions requiring Board authority will be presented to the full Board for final decision.

The Chair may take public comment during any agenda item. If any member of the public wishes to speak to a particular agenda item, they should complete a Request to Speak form indicating the item and provide it to the Committee Administrator.

This meeting will be teleconferenced to the ASRS office in Tucson, 7660 E. Broadway Blvd., Suite 108, Tucson, AZ 85710. The conference call to Tucson will be disconnected after 15 minutes if there are no attendees in the Tucson audience.

The Agenda for the meeting is as follows:

1. Call to Order; Roll Call (estimated time 4 min. to 1:04 p.m.)Mr. Tom Connelly
Chair, Investment Committee
2. Approval of Minutes of the June 23, 2014 Public Meeting (Action item; estimated time 1 min. to 1:05 p.m.)Mr. Tom Connelly

3. Roundtable Presentation and Discussion of Alternate Beta Investments and Return Generating Investment Factors (Informational and discussion item; estimated time 135 min. to 3:20 p.m.).....
- Mr. Paul Matson
Director, ASRS
 - Mr. Gary Dokes
Chief Investment Officer, ASRS
 - Mr. Cliff Asness
Managing Principle and CIO, AQR Capital Management
 - Mr. Sunil Wahal
Jack D. Furst Professor of Finance, ASU
 - Mr. Paul Podolsky
Portfolio Strategist, Bridgewater Associates, Inc.

Regarding the following agenda item, pursuant to A.R.S. § 38-431.03(A)(2) and A.R.S. § 38-718(P) notice is hereby given to Trustees of the ASRS Investment Committee and the general public that the ASRS Investment Committee may vote to go into executive session, in the event specific manager data is presented that is deemed confidential/non-public information. The executive session will take place in the 14th floor conference room.

4. Presentation and Discussion of Alternate Beta Investments and Return Generating Investment Factors (Informational and discussion item; estimated time 45 min. to 4:05 p.m.) ..
- Mr. Paul Matson
Director, ASRS
 - Mr. Gary Dokes
Chief Investment Officer, ASRS
 - Mr. Ross Stevens
CEO, Stone Ridge Asset Management
5. Presentation, Discussion, and Appropriate Action Regarding ASRS Investment Program Updates (Informational and discussion item; estimated time 20 min. to 4:25 p.m.).....
- Mr. Paul Matson
 - Mr. Gary Dokes
 - Mr. Dave Underwood
Assistant Chief Investment Officer, ASRS
 - Mr. Karl Polen
Head of Private Markets Investing, ASRS
 - Mr. Eric Glass
Portfolio Manager of Private Markets, ASRS
 - Mr. Kien Trinh
Assistant Vice President, Risk Services, State Street Investment Analytics
- a. ASRS Fund Positioning
 - b. IMD Investment House Views
 - c. Asset Class Committee (ACC) Activities
 - d. Tactical Portfolio Positioning
 - e. IMD Projects, Research, and Initiatives
 - f. Investment Risk Reports and Securities Lending Risk Metrics

Regarding the following agenda item, pursuant to A.R.S. § 38-431.03(A)(2) and A.R.S. § 38-718(P) notice is hereby given to Trustees of the ASRS Investment Committee and the general public that the ASRS Investment Committee may vote to go into executive session, in the event specific manager data is presented that is deemed confidential/non-public information. The executive session will take place in the 14th floor conference room.

6. Presentation, Discussion, and Appropriate Action Regarding Independent Reporting, Monitoring and Oversight of the ASRS Investment Program – Includes Total Fund and Investment Performance Report Q2-14 (Informational and discussion item; estimated time 20 min. to 4:45 p.m.) Mr. Allan Martin
Partner, NEPC
..... Mr. Dan LeBeau
Consultant, NEPC

7. Presentation, Discussion, Update and Appropriate Action with Respect to the Asset Allocation Study (Informational and discussion item; estimated time 10 min. to 4:55 p.m.)..... Mr. Tom Connelly
..... Mr. Paul Matson
..... Mr. Gary Dokes

8. Presentation, Discussion, Update and Appropriate Action with Respect to New Investment Strategies and Industry Investment Trends (Informational and discussion item; estimated time 10 min. to 5:05 p.m.)..... Mr. Tom Connelly
..... Mr. Paul Matson
..... Mr. Gary Dokes

9. Requests for Future Agenda Items (Informational and discussion item; estimated time 5 min. to 5:10 p.m.)..... Mr. Tom Connelly
..... Mr. Gary Dokes

10. Call to the Public Mr. Tom Connelly

Those wishing to address the ASRS Committee are required to complete a Request to Speak form before the meeting indicating their desire to speak. Request to Speak forms are available at the sign-in desk and should be given to the Committee Administrator. Trustees of the Committee are prohibited by A.R.S. § 38-431.01(G) from discussing or taking legal action on matters raised during an open call to the public unless the matters are properly noticed for discussion and legal action. As a result of public comment, the Committee Chair may direct staff to study and/or reschedule the matter for discussion and decision at a later date.

11. The next ASRS Investment Committee Meeting is scheduled for Monday, October 20, 2014 at 2:30 p.m., at 3300 N. Central Avenue, 14th Floor Conference room, Phoenix, Arizona.

12. Adjournment of the ASRS Investment Committee Meeting

A copy of the agenda background material provided to Committee Trustees (with the exception of material relating to possible executive sessions) is available for public inspection at the ASRS offices located at 3300 North Central Avenue, 14th Floor, Phoenix, Arizona, and 7660 East Broadway Boulevard, Suite 108, Tucson, Arizona. The agenda is subject to revision up to 24 hours prior to meeting. These materials are also available on the ASRS website (<https://www.azasrs.gov/web/BoardCommittees.do>) approximately 48 hours prior to the meeting.

Persons(s) with disabilities may request a reasonable accommodation such as a sign language interpreter or alternate formats of this document by contacting Tracy Darmer, ADA Coordinator at (602) 240-5378 in Phoenix, at (520) 239-3100, ext. 5378 in Tucson or 1-800-621-3778, ext. 5378 outside metro Phoenix or Tucson. Requests should be made as early as possible to allow time to arrange the accommodations.

Dated August 11, 2014

ARIZONA STATE RETIREMENT SYSTEM

Gloria Trujillo
Committee Administrator

Gary Dokes
Chief Investment Officer