

**MINUTES OF MEETING
OF THE
KENTUCKY RETIREMENT SYSTEMS
SPECIAL CALLED INVESTMENT COMMITTEE
APRIL 04, 2017 AT 9:00 A.M., E.T.
BOARD ROOM, 1270 LOUISVILLE ROAD
FRANKFORT, KENTUCKY 40601**

At the meeting of the Kentucky Retirement Systems Special Called Investment Committee held on April 04, 2017, the following Investment Committee members were present: David Harris, William Cook, Neil Ramsey and Thomas Elliott. Other Board of Trustees present were Mary Helen Peter and Betty Pendergrass. Staff members present: Rich Robben, Joe Gilbert, Alane Foley, Andy Kiehl, Anthony Chiu, Ann Case, Natalie Young, Connie Davis, Leigh Taylor, Carmine Iaccarino, Joseph Bowman, Karen Roggenkamp and Dave Eager.

Mr. David Harris called the meeting to order and. Ms. Alane Foley called roll.

Mr. Cook moved and was seconded by Mr. Harris to approve the meeting minutes from the March 07, 2017 Investment Committee meeting. The motion passed unanimously.

Mr. Harris welcomed Ms. Betty Pendergrass to the Board of Trustees.

Mr. Rich Robben introduced Blair Faulstich and Catherine Saunders from Benefit Street Partners. They provided an educational piece on Private Credit and Direct Lending. This was for informational purposes only.

Mr. Robben provided the Performance Review and the Absolute Return Portfolio Transition Update. This was for informational purposes only.

Mr. Joe Gilbert provided an update to the committee on the reduction of Equity Exposure. This was for informational purposes only.

Mr. Robben provided an Asset Allocation Update. This was for informational purposes only.

Mr. Eager and Ms. Roggenkamp provided an Actuarial Services RFP Update.

Mr. Ramsey moved and was seconded by Mr. Cook to recommend to the full Board of Trustees to hire Gabriel Roder Smith & Co. or Milliman as the actuarial firm for Kentucky Retirement Systems. This motion passed unanimously.

Mr. Ramsey moved and was seconded by Mr. Cook to enter in to closed session. The motion passed unanimously. Mr. Harris read the following statement: A motion having been made in open session to move into closed session for a specific purpose, and such motion having carried by majority vote in open, public session, the Board shall now enter closed session to discuss litigation, pursuant to KRS 61.810(1)(c), because of the necessity of protecting the confidentiality of the Systems' litigation strategy and preserving any available attorney-client privilege. The meeting moved into closed session.

All public attendees exited the meeting.

No action was taken on any items discussed in closed session.


Mr. Cook moved and was seconded by Mr. Ramsey to come out of Closed Session.

Mr. Robben provided an update regarding Bay Hills. Staff has crafted a renegotiated Bay Hills contract to protect Kentucky Retirement Systems interest and make us whole. Mr. Cook moved and was seconded by Mr. Ramey to accept the above recommendation. The motion passed unanimously.

Mr. Harris recognized Mr. Ramsey's time and effort to help resolve the issue with Bay Hills.

There being no further business, Mr. David Harris adjourned the meeting at 10:57 a.m. The next scheduled meeting of the Investment Committee is May 16, 2017 at 9:00 a.m. Copies of all documents presented are incorporated as part of the minutes of the Investment Committee meeting as of April 04, 2017.

I do certify that I was present at this meeting and I have recorded above the action of the Committee on the various items considered by it at this meeting. Further, I certify that all requirements of KRS 61.805-61.850 were met in connection with this meeting.

A handwritten signature in black ink, appearing to read "Alane Sorey", written over a horizontal line.

Recording Secretary

I, Chair of the Investment Committee of the Board of Trustees of the Kentucky Retirement Systems, do certify that the Minutes of the meeting held on April 4, 2017 were approved by the Investment Committee on May 16, 2017.

A large, stylized handwritten signature in black ink, written over a horizontal line.

Investment Committee Chair

I have reviewed the Minutes of the Investment Committee Meeting held on April 4, 2017 for form, and legality.

A handwritten signature in blue ink, written over a horizontal line.

General Counsel