

MINUTES OF THE  
EMERGING MANAGER COMMITTEE  
MEETING HELD  
THURSDAY, SEPTEMBER 26, 2013 – 1:00 P .M.

Present:

Committee Members

James Clayborne  
Rod Bashir  
John Casey

Board Members

Michele Bush  
Devon Bruce  
Steve Powell  
Mary Seminara-Schostok

Staff

Andrew Armonaitis  
William Atwood  
Johara El-Harazin  
Tim Kominiarek  
Scott Richards  
Linsey Schoemehl  
Lorna Scott  
Alise White

Guests

Marquette Associates  
Brian Wrubel, Neil Capps, David  
Smith, Kelli Schrade, Catherine  
Hickey

Franklin Park  
Brad Atkins

Levine Leichtman  
Lauren Leichtman, Arthur Levine,  
Peter Borges

Absent:

Committee Members

Dan Rutherford  
Judy Baar Topinka

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**ROLL CALL**

Chairman Clayborne called the meeting to order at 1:00 p.m. The Secretary called the roll and noted that a quorum was present.

**MINUTES OF PREVIOUS MEETING**

Mr. Bashir moved to approve the minutes of the Emerging Manager Committee meeting held April 5, 2013 in the form previously submitted. Mr. Casey seconded and the motion passed unanimously.

**REVIEW AND DISCUSSION OF EMERGING PROGRAM**

Ms. El-Harazin referred Members to the Emerging & Minority Program Review report, which was previously distributed, and reviewed in conjunction with Mr. Wrubel, Marquette Associates. (Official minutes contain attachment.)

Ms. El-Harazin updated the Members regarding the status of Valor Equity Partners III.

**EMERGING PRIVATE EQUITY PRESENTATION: LEVINE LEICHTMAN CAPITAL PARTNERS V, LP ("LEVINE LEICHTMAN")**

Ms. Leichtman and Messrs. Levine and Borges, Levine Leichtman, were invited to join the meeting. Following introductions, written copies of the presentation were distributed. Following review and questions by the Members, the Levine Leichtman representatives thanked the Committee for the opportunity to present and excused themselves from the meeting. (Official minutes contain attachment.)

Chairman Clayborne stated that the Committee would go into Executive Session to discuss specific investment manager contracts (5 ILCS 120/2(c)(7)). Mr. Bashir moved to go into Executive Session for the above-stated purposes. Mr. Casey seconded and the motion passed unanimously.

Guests and Staff were excused from the meeting with the exception of Director Atwood, Messrs. Kominiarek, Richards, and Wrubel, and Mses. El-Harazin, Schoemehl, Scott and White.

Mr. Bashir moved to return to Open Session. Mr. Casey seconded and the motion passed unanimously. Upon returning to Open Session, Mr. Casey moved to allocate \$20 million to Levine Leichtman, consistent with the recommendation provided by Franklin Park. (Official minutes contain attachment.) Mr. Bashir seconded and the motion passed unanimously. Further, Mr. Bashir moved to terminate Credo Capital Management. Mr. Casey seconded and the motion passed unanimously.

**UPDATE ON MINORITY CERTIFICATION**

Ms. El-Harazin stated there was nothing new to report in terms of legislation regarding the minority certification process; she will continue to keep the Committee apprised.

Ms. El-Harazin referred Members to the Resolution regarding the State of Illinois certification requirement, which was previously distributed, and reviewed. Mr. Bashir moved to adopt the Resolution in the form previously distributed. Mr. Casey seconded and the motion passed unanimously. (Official minutes contain attachment.)

Ms. El-Harazin referred Members to the revised Emerging and Minority Investment Manager and Minority and Illinois Brokerage Policy, which was previously distributed, and reviewed. Mr. Bashir moved to adopt the revised Policy. Mr. Casey seconded and the motion passed unanimously. (Official minutes contain attachment.)

***MARQUETTE ASSOCIATES – DIVERSITY PLAN***

Mr. Wrubel, Marquette Associates, discussed the firm’s initiative to increase the diversity of its internal staff. Ms. Bush asked that Mr. Wrubel revise the Diversity Plan to include a more aggressive, forward-looking approach and present the revised Diversity Plan to the Committee at its next scheduled meeting.

***UNFINISHED BUSINESS***

None.

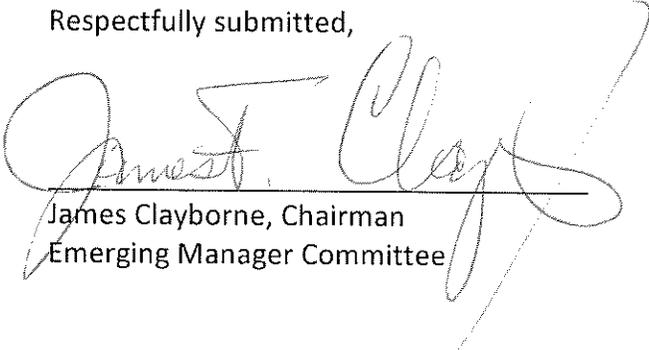
***NEW BUSINESS***

None.

***NEXT MEETING AND ADJOURNMENT***

Chairman Clayborne stated that the next meeting of the Emerging Manager Committee would be scheduled prior to the December Board meeting, official notices to be distributed at a later date. A 2:15 p.m., there being no further business to come before the Committee, Mr. Bashir moved to adjourn the meeting. Mr. Casey seconded and the motion passed unanimously.

Respectfully submitted,



James Clayborne, Chairman  
Emerging Manager Committee

