

**INVESTMENT ADVISORY COUNCIL**  
**WEDNESDAY, June 13, 2007**

**MEETING NO. 345**

**Members present:**

Michael Freeman  
David (Duke) Himmelreich  
James Larkin  
George Mason  
William Murray<sup>1</sup>  
Denise L. Nappier, Treasurer  
Clarence (Dick) L. Roberts, Jr., Chairman  
David Roth<sup>2</sup>  
Carol Thomas  
Peter Thor<sup>3</sup>

**Absent:**

Thomas Fiore, representing  
Robert L. Genuario  
Sharon Palmer

**Others present:**

Howard G. Rifkin, Deputy Treasurer  
Linda Hershman, Assistant Deputy Treasurer/Chief of Staff  
Lee Ann Palladino, Acting Chief Investment Officer  
Patricia DeMaras, Associate Counsel  
Diane Weaver Dunne, Director of Communication  
Greg Franklin, Assistant Treasurer-Investments  
David Holmgren, Principal Investment Officer  
David Johnson, Principal Investment Officer  
Catherine E. LaMarr, General Counsel  
Shelagh McClure, Director of Compliance  
Linda Tudan, Executive Assistant to the Treasurer  
Larry Wilson, Assistant Treasurer-Cash Management  
Judy Balich, Executive Secretary

**Guests:**

Bradley Atkins, Franklin Park, LLC  
Laura Backman, State Street Bank  
Raudline Etienne, Rogerscasey  
Eric Gershon, Hartford Courant  
Harvey Kelly, Leumas Advisors  
Andrew Kramer  
Jon Love, Rogerscasey  
Julie Naunchek, CSEA-Retiree Council #400  
Daniel Schmitz, Rogerscasey  
Cynthia Steer, Rogerscasey

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<sup>1</sup> Left at 1:50

<sup>2</sup> Left at 12:00

<sup>3</sup> Arrived at 1:50

Marc Weiss, Pension Consulting Alliance  
Arnold West, ING  
Thomas Woodruff, Office of the Comptroller

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Chairman Dick Roberts called the Investment Advisory Council (“IAC”) Meeting to order at 9:10 A.M.

Chairman Roberts noted that the Meeting Agenda had been revised and that Agenda Item 3, Consideration for the Search Process for a Real Estate Consultant, would be deleted and moved to the September 12, 2007 IAC meeting. He asked for a motion to accept the revised agenda and deleted item. **A motion was made by William Murray, seconded by James Larkin, to accept the revised Meeting Agenda and the deleted Agenda Item 3, Consideration for the Search Process for a Real Estate Consultant. The motion was passed unanimously.**

#### Approval of Minutes

Chairman Roberts asked for comments on the Minutes of the May 9, 2007 IAC Meeting. There being no comments, **a motion was made by Carol Thomas, seconded by Mr. Larkin, that the Minutes of the May 9, 2007 IAC meeting be accepted as drafted. The motion was passed unanimously.**

#### Opening Comments by the Treasurer

Treasurer Denise Nappier began her opening comments by sharing an update on an important legislative initiative, indicating that both the House and the Senate approved the \$2 billion pension obligation bond and that the bill is now awaiting the Governor’s signature. She noted that on June 12, 2007, she issued an op-ed briefly covering the merits of this legislation and urging the Governor to sign the bill.

Moving on to some recent decisions that Treasurer Nappier said she either made or were made for her, she updated the IAC on several Connecticut Retirement Plans and Trust Funds (“CRPTF”) commitments. She indicated that at the May IAC meeting, she reported CRPTF’s intention to invest up to \$35 million in KPS Special Situations Fund III (“KPS”), a turnaround investment Fund. Treasurer Nappier reminded the IAC that as she mentioned at the last IAC meeting, this fund was several times over-subscribed due to the overwhelming success of its previous fund, KPS Fund II, and that subsequent to the May IAC meeting, KPS moved up its final closing date. As a result, Treasurer Nappier said that she did not believe that the Office of the Treasurer (“OTT”) had adequate time to prudently finalize contract negotiations and ultimately felt it was in the best interest of the CRPTF to pass on this opportunity.

Treasurer Nappier noted that another deal also affected by market liquidity issues was with JER Europe Fund III (“JER”). She said that at the May IAC meeting, she indicated that she made a soft commitment to invest up to \$35 million in this fund. Treasurer Nappier informed the IAC that JER backed out of the contract negotiations because they too had ample commitments and did not want to pursue the negotiation of the CRPTF’s side letter. She thanked Michael Freeman

and Bill Murray for taking the time to meet with the general partner and founder of JER, Joe Robert, to discuss their point of view on Mr. Robert's support of Charter schools.

While that was disappointing news, Treasurer Nappier said that not all was lost and the CRPTF intends to put some money to work through the Connecticut Horizon Fund of Funds program. She said that after considering the feedback from the IAC, she made a final decision on the three fund-of-funds finalists that presented at the April IAC for the management of the private equity portion of the Connecticut Horizon Fund. Treasurer Nappier designated Aldus Equity, LLC, Muller & Monroe Asset Management, LLC and JPMorgan Private Equity Group as preferred managers for commitments of up to \$65 million, up to \$50 million and up to \$35 million, respectively, pending successful contract negotiations.

Treasurer Nappier also provided an update on her decision relative to Independent Fiduciary Services, Inc. ("IFS"), the finalist candidate for the organizational/operational study of the Pension Funds Management ("PFM") division. She said that subsequent to the presentation by IFS at the May IAC meeting and after considering the feedback from the IAC members as well as the firm's depth of experience with public funds and its strengths as an independent consultant, she made the decision to move forward and designate IFS as the preferred consultant for the study.

Turning to today's agenda, Treasurer Nappier said that the discussion on the search process for the real estate consultant will be deferred to the September 12, 2007 IAC meeting because the CRPTF received the necessary authorization to negotiate extending its contract with Pension Consulting Alliance ("PCA") until September 2008. She said that the legal counsel contract for PFM had been extended to the maximum allowable time and that the discussion of that search process would move forward.

Treasurer Nappier said that the IAC would also hear from the three semi-finalists for the traditional investment consulting service mandate at today's meeting and she would make opening remarks and introduce the finalist at the appropriate time. She said that another agenda item would be a presentation by Rogerscasey, Inc. ("Rogerscasey") on the Mutual Equity Fund ("MEF") Structure Review findings and recommendations. Treasurer Nappier said that although this is a review that has not been conducted for a number of years, the recommendations do not represent a significant change from the current structure. Overall, she said that the major changes for consideration include an allocation of up to 30% for opportunistic investments, and a realignment and diversification of our portfolio given the terminations of managers that have occurred over the past few years.

Treasurer Nappier said that two other presentations at today's meeting would be from a prospective real estate opportunity and a prospective private equity opportunity. She said that the real estate opportunity is Colony Realty Partners II, LP ("Colony II"), a valued added strategy. Treasurer Nappier noted that the Investment Policy Statement ("IPS") calls for an allocation of 5% to 25% in value added, and the CRPTF currently has an allocation of 15% so this type of fund represents a good fit for the CRPTF portfolio. She said that she would be seeking a waiver of the 45-day comment period as this fund is in the final stages of raising capital and seeks a timely closing. Treasurer Nappier said that the private investment

opportunity is Pegasus Partners IV, LP (“Pegasus IV”), a Connecticut-based firm that makes special situation, buyout, growth equity, and distressed/turnaround investments in middle-market companies. Pegasus expects to have a final closing in mid July, and she noted that she would also ask the IAC for favorable consideration for a waiver of the 45-day comment period.

Treasurer Nappier said that at last month’s IAC, she gave a high-level overview of the impact of the May 2006 legislation authorizing her to divest and/or prohibit investment in companies doing business in Sudan. At that time, she said that she discussed her decisions to require the CRPTF’s current fund managers to either divest current holdings or prohibit future purchases in six companies doing business in the Sudan. Today, Treasurer Nappier indicated that, as required by law, Shelagh McClure, Director of Compliance, would provide an annual report on the current status of the Office of the Treasurer’s (“OTT”) Sudan Initiative. She also indicated that as a follow-up on Mr. Larkin’s suggestion, she issued a press release today regarding the OTT’s activities on the Sudan initiative.

Treasurer Nappier noted that information items on the IPS guidelines for the Recommended Alternative Investment Asset Class and a presentation of the CRPTF’s Currency Overlay Program were included in the IAC package. She said that this information had been provided to give IAC members ample time to review the proposed preliminary recommendations for discussion at the July IAC meeting.

#### **Consideration for the Search Process for a Real Estate Consultant**

This item was deferred until the September 12, 2007 IAC Meeting.

#### **Consideration for the Search Process for Legal Counsel for PFM**

Catherine LaMarr, General Counsel, reviewed the purpose of the search for outside legal counsel and the role of outside counsel in assisting the OTT. Ms. LaMarr also reviewed the Proposed Action Plan, noting that due diligence would not begin until the IAC endorses the process.

Chairman Roberts asked about the merits of having the recommended finalists present to the IAC. Ms. LaMarr noted that the IAC members would be invited to participate in the initial interviews if anyone chose to do so. However, she said that presentations at an IAC meeting would be the option of the IAC members. Following a brief discussion, it was decided by the IAC members that presentations at an IAC meeting would not be required and that a list of finalists would be given to the IAC members.

Chairman Roberts asked for a motion to endorse the Project Plan for the search for various legal counsel. **A motion was made by David Roth, seconded by Ms. Thomas, to endorse the Project Plan for the search for various legal counsel. The motion was passed unanimously.**

**Presentations by and Consideration of Three Semi-finalists for Traditional Consulting Services**

Treasurer Nappier made introductory comments on the three semi-finalists that would make presentations at today's meeting for the CRPTF's traditional investment consulting service mandate. She noted that the contract with CRPTF's current consultant, Rogerscasey, was due to expire on October 1, 2007 and that the OTT began the RFP process in January. Treasurer Nappier explained the selection criteria that was used and said that of the six respondents, five were invited to be interviewed, noting that one candidate, Cambridge Financial, did not meet the requirements of the RFP and was screened out of the process in the initial phase. She said that two of the remaining five candidates, Callan Associates and Evaluation Associates, were interviewed but after considering the feedback from the selection committee, she decided that those candidates were not as strong as the semi-finalists that would make presentations today. Treasurer Nappier noted that the selection committee was comprised of three IAC members, Chairman Roberts, Mr. Larkin and George Mason, as well as members of the PFM division and representatives of the OTT executive team.

She informed the IAC that the first candidate that would present today is Mercer Investment Consulting ("Mercer"), located in New York City, noting that Mercer has extensive experience providing investment consulting services to public sector clients. She also noted that according to the Thomson Nelson Annual Report of Pension Fund Consultants, in both 2005 and 2006, Mercer was ranked as the top investment consulting firm by a number of U.S. public and government clients. She also noted that Mercer has 22 clients with assets in excess of \$1 billion.

Treasurer Nappier remarked that the next candidate, Rogerscasey, needed very little introduction, as they have been the CRPTF's consultant since July 1995 and as the current consultant, they are uniquely qualified to understand the full complexity of the State of Connecticut's pension programs and its consultant needs. She said that they are also a Connecticut-based firm, located in Darien, Connecticut.

Treasurer Nappier concluded that the final candidate to present would be RV Kuhns & Associates ("Kuhns") principally located in Portland, Oregon, but with an expanding New York City office. She said that Kuhns also has strong experience with public funds and that according to The Annual Report of Pension Fund Consultants 2006, this is the fifth largest consulting firm in the U.S., providing consulting service to three of the four public funds with assets over \$100 billion.

**Presentation by Mercer Investment Consulting**

Mercer made a presentation to the IAC on its qualifications for providing traditional consulting services to the CRPTF. Mercer was represented by Joe Barcic, Principal; Rich Nuzum, President; Makaiya Brown, Senior Associate; Leena Shah, associate; and members of the consulting team, Paul Sachs and Jane Ambachtsheer. Mr. Barcic gave an overview of the firm and reviewed the agenda for the firm's presentation and the proposed consulting team for the CRPTF. Mr. Nuzum talked about the firm's proposed focus for the CRPTF, the firm's client list, asset allocation and liability modeling, performance analysis, value versus risk and investment

strategies and policies. Ms. Shah provided information on the firm's portfolio structure toolkit. Ms. Brown provided information on the firm's manager research process. Ms. Ambachtsheer talked about socially responsible investing.

Following the presentation by Mercer, IAC members asked how Mercer handles the reconciliation of the efficient frontier and socially responsible investing; if Mr. Barcic and Mr. Nuzum would attend the IAC meetings if Mercer was chosen as the consultant; where the CRPTF would rank in terms of client size for Mercer; what the focus and priority of Mercer would be in the first 90 days to 180 days if the firm was chosen; how Mercer would communicate with the diverse group of individuals that sit on the IAC; and if the workforce diversity form submitted by Mercer was just based on the Mercer Investment Group or the parent company. The questions were answered by Mr. Barcic, Mr. Nuzum and Ms. Ambachtsheer.

#### **Presentation by Rogerscasey, Inc.**

Rogerscasey made a presentation to the IAC on its qualifications for providing traditional consulting services to the CRPTF. Rogerscasey was represented by Timothy Barron, President and Chief Executive Officer; Raudline Etienne, Managing Director/Senior Consultant; Cynthia Steer, Managing Director/Traditional Investments Research; and Soonyong Park, Managing Director/Chief Research Strategist. Mr. Barron provided an overview of the firm including the breadth and depth of the staff, the firm's operational practices, workforce diversity and stability, corporate citizenship and the firm's Connecticut connection. Mr. Park talked about the firm's research group and the research and due diligence process. Ms. Steer provided information on the firm's capital markets research, leadership skills and research priorities. Ms. Etienne provided an overview of the firm's client partnership including representative clients, client composition, consulting team, consulting process and success history.

Subsequent to the presentation, IAC members asked who owned the remaining 80% of Rogerscasey; how many clients on page 25 of the presentation were projects versus retainer; and the recent transition at Rogerscasey that included a principal of the firm leaving to work for another consulting firm. Mr. Barron and Ms. Etienne responded to the questions.

#### **Presentation by RV Kuhns & Associates**

Kuhns made a presentation to the IAC on its qualifications for providing traditional consulting services to the CRPTF. Kuhns was represented by Russell Kuhns, Chairman and Chief Executive Officer; Jim Voytko, Co-president, Chief Operating Officer, Director of Research, Senior Consultant and Principal; and Robert Palmeri, Director of East Coast Consulting Operations, Senior Consultant and Principal. Mr. Kuhns provided an overview of the corporation and the representative client list. Mr. Palmeri talked about the firm's team consulting model and national platform. Mr. Voytko provided additional details about the firm's team approach to consulting services, talked about the firm's experience in conducting manager searches, socially responsible investing, investment manager research team and experience and the firm's process for conducting an asset allocation study.

During the presentation, IAC members asked who would represent Kuhns at the IAC meetings if the firm was chosen as the consultant; how often east and west coast staff met with each other; and if Kuhns has statistics of how the firm adds value to its clients' funds. Messrs. Kuhns and Voytko answered the questions.

### **Investment Advisory Council Initial Reaction to Interviews**

Messrs. Roth, Freeman, Mason and Larkin, based upon the presentations, rank ordered the firms as follows: Mercer, Kuhns and then Rogerscasey. Ms. Thomas indicated that she preferred either Kuhns or Rogerscasey, in that order. Mr. Murray said he would lean toward Mercer. Duke Himmelreich said that he would prefer Kuhns or Mercer, in that order and Chairman Roberts said that his preference is Mercer or Kuhns, in that order.

### **Consideration of Preliminary Recommendations Stemming from the Mutual Equity Fund Structure Review**

Ms. Etienne debriefed the IAC on what has been done on the restructure of the MEF and said that the IAC members' feedback and endorsement of the direction of the restructure would be sought. She presented an overview of the review that was conducted, reviewed the four main areas of concern, the current structure versus the structure as of December 1998, Rogerscasey's philosophy of the structure for the MEF program and its view of active versus passive. Mr. Park talked about the opportunistic/niche asset managers. Ms. Etienne concluded the presentation with an overview of the recommended new structure.

Following the presentation, there were discussions regarding research in terms of whether past performance is indicative of future performance and the advantage of giving Treasurer Nappier opportunistic flexibility not only in domestic equity but also in international equity. Treasurer Nappier said that the recommendations presented today are conceptual and that preliminary draft guidelines would be presented to the IAC in July and then a formal review and approval process would begin in September.

Treasurer Nappier announced that Diane Weaver Dunne joined the OTT as the Director of Communications and brings with her seasoned experience in the world of journalism. Chairman Roberts asked that the members of the IAC receive all press releases from the OTT.

### **Real Estate Fund Review as of December 31, 2006**

Marc Weiss of PCA reported on the Real Estate Fund as of December 31, 2006. His report included a review of the fund's overall performance, the fourth quarter as well as the one- three- and five-year results and the portfolio diversification versus investment guidelines and the NCREIF Property Index. Mr. Weiss also talked about the unfunded commitments and new commitments.

**Presentation by Colony Realty Partners II, LP**

David Johnson, Principal Investment Officer, provided introductory remarks on Colony II, a value-add fund. He said that value-add investments produce high returns with moderate risk and that within the value-add arena, Colony II is particularly low risk. Mr. Johnson talked about the types of investments, leverage, projected returns and pre-specified portfolio of Colony II.

**Presentation by Colony Realty Partners, LLC**

Colony Realty Partner, LLC ("Colony Partners") made a presentation to the IAC on Colony II. Colony Partners was represented by Senior Managing Directors Scott Freeman, Mark Harmeling and Henry Brauer and Assistant General Counsel Alexandra Hill. Messrs. Freeman, Harmeling and Brauer gave an overview of the firm, an overview of the organizational structure, information on the investment fund strategy, targeted fund diversification by product type and markets, and an overview of Colony Fund I and Colony II.

**Roll Call of Reactions for Colony Realty Partners II, LP**

Mr. Larkin, Mr. Freeman, Mr. Himmelreich, Mr. Murray, Mr. Mason, Ms. Thomas and Chairman Roberts all supported the investment.

Chairman Roberts asked for a motion to waive the 45-day comment period for Colony Realty Partners II, LP. **A motion was made by Mr. Himmelreich, seconded by Mr. Murray, to waive the 45-day comment period for Colony Realty Partners II, LP. The motion was passed unanimously.**

**Private Investment Fund Review as of December 31, 2006**

Bradley Atkins of Franklin Park reported on the Private Investment Fund for the quarter ending December 31, 2006. His report consisted of an executive summary including a portfolio overview, benchmark performance, portfolio investment activity and fund level performance by vintage year.

Following Mr. Atkins' report, there was a discussion regarding the reason for the last minute decision to pass on the KPS commitment and the OTT process for making private equity investments.

**Presentation by Pegasus Partners IV, L.P.**

Mr. Atkins provided opening remarks and introduced Pegasus IV, an opportunistic private equity fund. He talked about the four types of investments made by Pegasus IV, the firm's investment team and highlighted the firm's track record.

**Presentation by Pegasus Capital Advisors**

Pegasus Capital Advisor ("Pegasus") made a presentation to the IAC on Pegasus IV. Pegasus was represented by Rodney Cohen, Managing Partner and Stefanie Langer, Director of Investor

Relations and Business Development. Ms. Langer provided an overview of the firm, the firm's performance and the firm's investment pipeline for Pegasus IV. Mr. Cohen talked about the firm's investment strategy and operating model.

Following the presentation, there were questions relative to Pegasus' portfolio restructuring strategy, the impact these activities have on the company and the people who work there and whether or not Pegasus has had any experience working with labor unions. Mr. Cohen responded to the questions.

#### **Roll Call of Reactions for Pegasus Partners IV, L.P.**

Mr. Larkin, Mr. Freeman, Mr. Himmelreich, Mr. Mason, Peter Thor, Ms. Thomas and Chairman Roberts all supported the investment.

Chairman Roberts asked for a motion to waive the 45-day comment period for Pegasus Partners IV, L.P. **A motion was made by Mr. Himmelreich, seconded by Mr. Freeman, to waive the 45-day comment period for Pegasus Partners IV, L.P. The motion was passed unanimously.**

#### **Combined Investment Funds Review as of March 31, 2007**

Daniel Schmitz of Rogerscasey reported on the Combined Investment Funds ("CIF") as of March 31, 2007. Mr. Schmitz provided an overview on the broad market, remarking on the U.S. equity, international equity, fixed income, real estate and private equity markets. He also reported on the CRPTF total fund performance, as well as quarterly performance results for MEF, International Stock Fund ("ISF") and Mutual Fixed Income Fund. Mr. Schmitz noted that this was the first full quarter of performance results for the three new ISF managers, Acadian Asset Management, Inc. ("Acadian"), AQR Capital Management, LLC ("AQR") and Julius Baer Investment Management, LLC ("Julius Baer"), with Acadian slightly underperforming, AQR matching and Julius Baer slightly outperforming their respective benchmarks.

#### **CRPTF Final Performance for April 2007**

Ms. Steer reported that the month of April was a rather benign month with the total fund returning slightly less than its customized benchmark. She reported that the ISF and Cash Reserve Account slightly outperformed their respective benchmarks and that both the equity and fixed income lagged their benchmarks. Ms. Steer said that the returns for the fiscal year to date were strong in absolute terms but still lagged the overall benchmark with international equity showing a stronger performance over the domestic equity. She noted that High Yield and Emerging Market Debt outperformed all the other fixed income classes combined. Ms. Steer's report included comments on domestic equity managers, international active managers, the overlay program and fixed income diversification. She also shared her expected performance picture for the remainder of the calendar year.

### Short-Term Investment Fund Review as of March 31, 2007

Larry Wilson, Assistant Treasurer-Cash Management, reported on the performance of the Short Term Investment Fund ("STIF") for the quarter ending March 31, 2007. He said that for the quarter, STIF returned 5.39%, outperforming its benchmark by 36 basis points. Mr. Wilson noted that TRACS Financial, which collects data on approximately 80 government investment pools from around the country, rated STIF the number one government investment pool for March 2007. He also provided an economic overview including current information on the economic growth rate, inflation rate, yield curve and returns on two-year and ten-year Treasury securities.

### Consideration of the CRPTF's Sudan Initiative

Ms. McClure noted that the report on Sudan that was included in the IAC package provided a complete picture of the OTT's activity to date in fulfillment of the Sudan law. Additionally, she provided some background on Connecticut's activity even before the legislation was adopted on how Connecticut's legislation regarding Sudan, especially its emphasis on engagement, has been incorporated into other state's Sudan legislation; an update on companies suspending operations in Sudan; and the recent modification of federal sanctions with respect to Sudan, which included the naming of 31 individuals and entities that were specifically identified for aiding genocide.

In response to a question from Mr. Larkin, there was a discussion regarding state versus federal legislation on Sudan. Mr. Himmelreich said that he would like to have provided, the value of CRPTF's holdings in those companies listed on page 4 of Ms. McClure's report in the table titled "Ongoing Engagement". Ms. McClure said that she would provide that information. There was also a discussion on oil revenue, sparked by a question from Mr. Thor, and Ms. McClure confirmed that, except for Sudatel, the companies on CRPTF's divestment/prohibited investment list are involved in the oil industry in Sudan.

Chairman Roberts asked the individuals in the audience from Rogerscasey to excuse themselves for a moment. He noted that the current contract with Rogerscasey would expire October 1, 2007 and then asked for a motion to waive the 45-day comment period for the selection of a preferred vendor for traditional consulting services. **A motion was made by Mr. Freeman, seconded by Mr. Himmelreich, to waive the 45-day comment period for the selection of a preferred vendor for traditional consulting services. The motion was passed unanimously.**

Chairman Roberts called attention to the list of meeting dates for the IAC meetings during fiscal year 2008 and asked for a motion to approve. **A motion was made by Mr. Thor, seconded by Ms. Thomas, to approve the fiscal year 2008 IAC Meeting Schedule. The motion was passed unanimously.**

### Other Business

#### **Review of the IAC budget for the quarter ending March 31, 2007**

Ms. Palladino reported that the IAC is well under its allotted budget, especially commuter, education/travel and meeting costs.

**Pension Funds Management Division's operating results as of March 31, 2007**

Ms. Palladino reported that the operating results for all of the fund's individual plans and trusts were included in the package, the total portfolio as of March 31, 2007 stood at \$25 billion and there was nothing significant to point out.

**Discussion of preliminary agenda for July 11, 2007 IAC meeting**

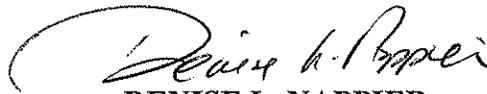
Chairman Roberts noted that the July IAC meeting would included a review of securities lending, a discussion of the draft IPS guidelines for the recommended alternative investment asset class and a discussion of the CRPTF's currency overlay program. He encouraged the IAC members to read the IPS guidelines for the recommended alternative investment asset class and the package on the currency overlay program over the next couple of weeks and be prepared to discuss them at the July IAC meeting. Ms. Thomas said that in the Alternative Investment Fund Draft Guidelines document, under the Description of Fund, the paragraph on private vehicles should include the word "not" in the second part of the sentence.

Deputy Treasurer Howard Rifkin said that packages would be forwarded to IAC members who would be participating in the interviews for an executive search firm scheduled for Wednesday, June 10, 2007.

There being no further business, the meeting was adjourned at 2:50 PM.

An audio tape of this meeting was recorded.

Respectfully submitted,

  
**DENISE L. NAPPIER**  
**SECRETARY**