



## Minutes State Board of Investment Meeting October 21, 2025

The State Board of Investment (SBI) met at 10:08 a.m. Tuesday, October 21, 2025. The Governor, Chair of the State Board of Investment, determined that the requirements of Minnesota Statutes § 13D.015 had been met and the meeting would be conducted via interactive technology. All votes were conducted with a roll call. Prior to the quarterly meeting, each Board member reviewed and discussed the material with the Executive Director and investment consultants retained by the SBI.

### Members Present:

Governor Tim Walz  
State Auditor Julie Blaha  
Secretary of State Steve Simon  
Attorney General Keith Ellison

Note: Secretary of State Simon was present at the start of the meeting and intermittently, thereafter.

### Call to Order

Governor Tim Walz called the meeting to order.

### Approval of Minutes

The minutes of the March 21, 2025, SBI meeting were approved.

### Performance Summary

Ms. Schurtz referred members to the Quarterly Performance Summary in Tab A of the meeting materials and outlined the following items from the report, as of June 30, 2025:

AUM: The SBI was responsible for \$155.9 billion in assets, of which the Combined Funds represented \$101.2 billion.

Performance: The Combined Funds returned 6.1% for the quarter and 10.9% for the 12-month period ending June 30, 2025. The Combined Funds exceeded its long-term objectives by outperforming its Composite Index for the ten-year period and providing a real rate of return above inflation over a 20-year period.

Asset Allocation and TUCS Ranking: The Combined Funds asset mix was in-line with asset allocation targets. The 10.9% fiscal year return placed the Combined Funds among the top performing investment funds in the country. Comparing the Combined Funds' investment returns against other public pension plans with over \$20 billion in assets within the Trust Universe Comparison Service (TUCS), the Combined Funds ranked in the top quartile or better over the 1-, 3-, 5-, 10-, and 20-year time periods.

### **Executive Director's Administrative Report**

Executive Director/CIO Jill Schurtz referred members to Tab B of the meeting materials for the Executive Director's Administrative Report. Ms. Schurtz highlighted in the report for review was the annual budget, and the status of any action with respect to Russia, Belarus, and Iran restrictions.

### **SBI Administrative Committee Report**

Ms. Schurtz referred members to Tab C of the meeting materials for the SBI Administrative Committee Report.

On the motion of Attorney General Keith Ellison, the following recommendations were approved:

#### **Approval of the Executive Director's Proposed Annual Objectives for FY2026**

The SBI Administrative Committee recommends that the Board approve the FY26 Executive Director's Annual Objectives. Further, the Committee recommends that the Annual Objectives serve as the basis for the Executive Director's performance evaluation for FY26.

#### **Approval of Budget Plan for FY2026 and FY2027**

The SBI Administrative Committee recommends that the Board approve the FY26 and FY27 Administrative Budget Plan, as presented to the Committee and subject to appropriations by the legislature, and that the Executive Director have the flexibility to reallocate funds between budget categories if the Executive Director deems necessary.

#### **Approval of Continuing Fiduciary Education Plan**

The SBI Administrative Committee recommends that the Board adopt the Continuing Fiduciary Education Plan.

#### **Approval of Executive Director's Evaluation and Salary Process**

The SBI Administrative Committee recommends that the Board approve the FY26 evaluation and salary process for the SBI Executive Director as provided in the meeting materials under Tab C.

### **Private Markets Investment Program Report**

Investment Advisory Council Chair Martin referred members to Tab D of the meeting materials and reviewed eleven private markets recommendations: Advent International GPE XI SCSP, Blackstone Supplemental Account – M, L.P., Strategic Partners X, Bridgepoint Europe VIII, ECP VI, L.P., Merit Capital Fund VIII, L.P., Nordic Capital XII, Permira IX, TA Realty Value-Add Fund XIV, L.P., TPG Partners X, L.P., Wind Point Partners XI.

On the motion of State Auditor Julie Blaha, the recommendations listed below were approved.

The following terms apply to these recommendations: It is understood that 1) such a commitment will not exceed 20% of the Fund and 2) an additional amount not to exceed one percent of the total commitment for the payment of required charges at closing may be required and is approved. Approval of this potential commitment is not intended to be, and does not constitute in any way, a binding or legal agreement or impose any legal obligations on the State Board of Investment and none of the State of Minnesota, the Investment Advisory Council, the State Board of Investment

or its Executive Director have any liability for reliance by the Fund upon this approval. Until the Executive Director, on behalf of the SBI, executes a formal agreement, further due diligence and negotiations may result in the imposition of additional terms and conditions on the Fund or a reduction or termination of the commitment.

**Advent International GPE XI SCSP**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$150 million to Advent International GPE XI SCSP

**Blackstone Supplemental Account – M, L.P.**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$300 million to Blackstone Supplemental Account – M, L.P.

**Strategic Partners X**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$250 million to Strategic Partners X.

**Bridgepoint Europe VIII**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$200 million to Bridgepoint Europe VIII.

**ECP VI, L.P.**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$250 million to ECP VI, L.P.

**Merit Capital Fund VIII, L.P.**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$125 million to Merit Capital Fund VIII, L.P.

**Nordic Capital XII**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$150 million to Nordic Capital XII.

**Permira IX**

The Investment Advisory Council concurs with Staff's recommendation that the SBI authorize the Executive Director, with assistance from SBI's legal counsel, to negotiate and execute a commitment of up to \$250 million to Permira IX.

**TA Realty Value-Add Fund XIV, L.P.**

The Investment Advisory Council concurs with Staff’s recommendation that the SBI authorize the Executive Director, with assistance from SBI’s legal counsel, to negotiate and execute a commitment of up to \$150 million to TA Realty Value-Add Fund XIV, L.P.

**TPG Partners X, L.P.**

The Investment Advisory Council concurs with Staff’s recommendation that the SBI authorize the Executive Director, with assistance from SBI’s legal counsel, to negotiate and execute a commitment of up to \$150 million to TPG Partners X, L.P.

**Wind Point Partners XI**

The Investment Advisory Council concurs with Staff’s recommendation that the SBI authorize the Executive Director, with assistance from SBI’s legal counsel, to negotiate and execute a commitment of up to \$200 million to Wind Point Partners XI.

**Asset Allocation Study and Investment Policy Statement**

Ms. Schurtz referred members to Tab E and Tab F of the meeting materials for the Asset Allocation Study Report and the Investment Policy Statement Report. Ms. Schurtz introduced Erol Sonderegger, Deputy Chief Investment Officer who presented the SBI’s 2025 Asset Allocation Study for the Combined Funds. Mr. Sonderegger thanked the SBI’s consultants, Aon Investments, Meketa Investment Group, and Albourne America, as well as numerous other industry partners for their collaboration and contributions to the report. Mr. Sonderegger provided an overview of the asset allocation study, as well as the study’s recommended changes to the portfolio. Mr. Sonderegger introduced Katie Comstock, partner at Aon Investments, and Allan Emkin, managing principal at Meketa Investment Group, who provided comments in support of the Asset Allocation Study.

Ms. Comstock introduced Julie Becker, an attorney and member of the Fiduciary Services Team with Aon, to discuss the Investment Policy Statement. The Investment Policy statement incorporates the Asset Allocation Study, defines roles and responsibilities with respect to the SBI’s investment portfolio, and delegates certain responsibilities to the Executive Director. Ms. Becker, Ms. Comstock, and Mr. Emkin provided comments in support of the Investment Policy Statement.

On the motion of Attorney General Keith Ellison, the following recommendation was approved:

The Board adopt the Investment Policy Statement to serve as the SBI’s principal investment policy.

Secretary of State Simon was not present for the vote.

**Personal Securities Trading Policy**

Ms. Schurtz referred members to Tab G of the meeting materials for the Personal Securities Trading Policy report. The policy outlines rules for the quarterly reporting of holdings of securities and other assets, as well as the approval process staff must follow when trading securities and certain other assets.

On the motion of Attorney General Keith Ellison, the following recommendation was approved:

The Board adopt the Personal Securities Trading Policy and that the Executive Director implement the policy within a reasonable period of time.

Secretary of State Simon was not present for the vote.

**State Board of Investment Public Engagement Policy**

Ms. Schurtz referred members to Tab H of the meeting materials for the State Board of Investment Public Engagement Policy Report and stated that the proposed revisions to the policy provide an opportunity for stakeholders and members of the public to engage with the Board within reasonable parameters so the Board may hear from a variety of individuals on various topics.

On the motion of State Auditor Julie Blaha, the following recommendation was approved:

The Board adopt the revisions to the State Board of Investment Public Engagement Policy.

Secretary of State Simon was not present for the vote.

**Public Comment**

Members of the public were recognized to provide comments to the SBI.

**Informational Reports included in Quarterly Meeting Material**

*Public Markets Investment Report*  
*Participant Directed Investment Program and Non-Retirement Investment Program Report*  
*Aon Market Environmental Report*  
*Meketa Capital Markets Outlook & Risk Report*  
*SBI Comprehensive Performance Report*

**Adjournment of Meeting**

A motion was made to adjourn the meeting. The motion passed and the meeting adjourned at 11:39 a.m.

Secretary of State Simon was not present for the vote.

Respectfully submitted,



Jill E. Schurtz  
Executive Director and  
Chief Investment Officer