

**BOARD OF REGENTS* and its
INVESTMENT COMMITTEE
NEVADA SYSTEM OF HIGHER EDUCATION**

System Administration, Reno
2601 Enterprise Road, Conference Room

Friday, September 27, 2019, 10:00 a.m.

Video or Telephone Conference Connection from the Meeting Site to:
System Administration, Las Vegas
4300 South Maryland Parkway, Board Room
and
Great Basin College, Elko
1500 College Parkway, Berg Hall Conference Room

A video conference connection will be made from the meeting site to the Las Vegas System Administration Building, Board Room, at 4300 South Maryland Parkway, Las Vegas, Nevada, and to Great Basin College, Berg Hall Conference Room, at 1500 College Parkway, Elko, Nevada. Members of the Board and/or the public may attend the meeting and provide testimony or public comment at these sites via the video conference connection. In the event the video conference connection is not functioning, a teleconference connection will be made available.

ROLL CALL:

Dr. Jason Geddes, Chairman _____
Dr. Mark W. Doubrava, Vice Chairman _____
Dr. Patrick R. Carter _____
Ms. Amy J. Carvalho _____
Mrs. Carol Del Carlo _____
Mr. Trevor Hayes _____
Mr. Sam Lieberman _____
Mrs. Cathy McAdoo _____
Mr. Donald Sylvantee McMichael Sr. _____
Mr. John T. Moran _____
Mr. Kevin J. Page _____
Ms. Laura E. Perkins _____
Mr. Rick Trachok _____

COMMITTEE

ROLL CALL:

Mr. Rick Trachok, Chair _____
Dr. Patrick R. Carter, Vice Chair _____
Mrs. Carol Del Carlo _____
Mr. Trevor Hayes _____
Ms. Laura E. Perkins _____

ADVISORY MEMBER

ROLL CALL:

Mr. Russell Campbell, _____
Your Second Opinion, LLC.

In addition to the Investment Committee, this meeting is noticed as a meeting of the Board of Regents to allow other Regents who may wish to attend to participate.

IMPORTANT INFORMATION ABOUT THE AGENDA AND PUBLIC MEETING

NOTE: Below is an agenda of all items scheduled to be considered. Notification is hereby provided that items on the agenda may be taken out of the order presented, including moving an item to a different day if the meeting is noticed for more than one day, two or more agenda items may be combined for consideration, and an agenda item may be removed from the agenda or discussion relating to an item on the agenda may be delayed at any time.

In accordance with the Board of Regents' Bylaws, Title I, Article V, Section 20, items voted on may be the subject of a motion to reconsider at this meeting. A motion to reconsider an item may be made at any time before adjournment of this meeting. Similarly, if an item is tabled at any time during the meeting, it may, by proper motion and vote, be taken from the table and thereafter be the subject of consideration and action at any time before adjournment of this meeting.

* The Board's Committee meetings take place in accordance with the agendas published for those Committees. Regents who are not members of the Committees may attend the Committee meetings and participate in the discussion of Committee agenda items. However, action items will only be voted on by the members of each Committee, unless a Regent is temporarily made a member of that Committee under Board of Regents' Bylaws, Title 1, Article VI, Section 6. The full Board of Regents will consider Committee action items in accordance with the Board of Regents' agenda published for the current or for a subsequent meeting.

In accordance with the Board of Regents' Bylaws, Title 1, Art. V, Section 13, a quorum may be gained by telephonic hookup.

Some agenda items are noted as having accompanying reference material. Reference material may be accessed on the electronic version of the agenda by clicking the reference link associated with a particular item. The agenda and associated reference material may also be accessed on the Internet by visiting the Board of Regents' website at:

<https://nshe.nevada.edu/leadership-policy/board-of-regents/meeting-agendas/>

Many public libraries have publicly accessible computer terminals. Copies of the reference material and any additional support materials that are submitted to the Board of Regents' Office and then distributed to the members of the Board of Regents after the mailing of this agenda but before the meeting, will be made available as follows: 1. Copies of any such materials are available at the Board of Regents' Office at 2601 Enterprise Road, Reno, Nevada, and the Board of Regents' Office at 4300 South Maryland Parkway, Las Vegas, Nevada. A copy may be requested by calling Winter Lipson at (702) 889-8426; 2. Copies of any such materials will also be available at the meeting site.

Reasonable efforts will be made to assist and accommodate physically disabled persons attending the meeting. Please call the Board office at (775) 784-4958 in advance so that arrangements may be made.

1. PUBLIC COMMENT **INFORMATION ONLY**

Public comment will be taken during this agenda item. No action may be taken on a matter raised under this item until the matter is included on an agenda as an item on which action may be taken. Comments will be limited to two minutes per person. Persons making comment will be asked to begin by stating their name for the record and to spell their last name. The Board Chair may elect to allow additional public comment on a specific agenda item when that agenda item is being considered.

In accordance with Attorney General Opinion No. 00-047, as restated in the Attorney General's Open Meeting Law Manual, the Board Chair may prohibit comment if the content of that comment is a topic that is not relevant to, or within the authority of, the Board of Regents, or if the content is willfully disruptive of the meeting by being irrelevant, repetitious, slanderous, offensive, inflammatory, irrational or amounting to personal attacks or interfering with the rights of other speakers.

2. MINUTES **FOR POSSIBLE ACTION**

Request is made for approval of the minutes from the March 29, 2019, meeting. ([Ref. INV-2](#))

ESTIMATED TIME: 5 mins.

3. ENDOWMENT POOL PERFORMANCE – RUSSELL INVESTMENTS **INFORMATION ONLY**

Staff from Russell Investments will present a report on asset allocation and investment returns for the Pooled Endowment Fund as of June 30, 2019. ([Refs. INV-3a and INV-3b](#))

ESTIMATED TIME: 10 mins.

4. ENDOWMENT POOL PERFORMANCE – CAMBRIDGE ASSOCIATES **INFORMATION ONLY**

Staff from Cambridge Associates will present a report on asset allocation and investment returns for the Pooled Endowment Fund as of June 30, 2019. ([Ref. INV-4](#))

ESTIMATED TIME: 10 mins.

5. ENVIRONMENTAL, SOCIAL AND GOVERNANCE INVESTING – CAMBRIDGE ASSOCIATES **FOR POSSIBLE ACTION**

Staff from Cambridge Associates will present several potential pilot projects for Environmental, Social and Governance (ESG) investing for consideration and possible approval by the Committee. The Committee may take action based on the potential pilot projects included in the report. ([Ref. INV-4](#))

ESTIMATED TIME: 10 mins.

6. OPERATING POOL PERFORMANCE DISCUSSION AND RECOMMENDATIONS **FOR POSSIBLE ACTION**

Staff from Cambridge Associates and System Administration will present a report on asset allocation and investment returns for the Pooled Operating Fund as of June 30, 2019. Cambridge Associates and System Administration staff may also provide specific recommendations on fund managers which may include hiring, terminating or changing managers. The Committee may take action based on the report and recommendations, including making recommendations to the Board to change asset allocation, fund managers and/or strategic ranges for the pooled fund. ([Ref. INV-6](#))

ESTIMATED TIME: 10 mins.

7. HANDBOOK REVISION, STATEMENT OF INVESTMENT OBJECTIVES AND POLICIES FOR THE ENDOWMENT FUND **FOR POSSIBLE ACTION**

Chief Financial Officer Andrew Clinger requests approval of revisions to the Statement of Investment Objectives and Policies for the Endowment Fund (*Title 4, Chapter 10, Section 5*). ([Ref. INV-7](#))

ESTIMATED TIME: 10 mins.

8. BYLAW REVISION, STANDING COMMITTEES AND THEIR DUTIES – INVESTMENT COMMITTEE **FOR POSSIBLE ACTION**

Chief Financial Officer Andrew Clinger requests approval of revisions to the Investment Committee charge (*Title 1, Article VI, Section 3e*) stemming from the November 28, 2018, Investment Committee meeting. ([Ref. INV-8](#))

ESTIMATED TIME: 10 mins.

9. ANNUAL REVIEW OF INVESTMENT POOLS **FOR POSSIBLE ACTION**

NSHE staff will provide an update on the status of the investment pools and request approval to reallocate up to \$75 million from the short-term and intermediate-term pools into the long-term pool.
[\(Ref. INV-9\)](#)

ESTIMATED TIME: 10 mins.

10. EXTENSION OF BANKING SERVICES CONTRACTS **FOR POSSIBLE ACTION**

Chief Financial Officer Andrew Clinger and NSHE staff will provide an update on the status of current banking services contracts:

- Bank of America (Cash Management)
- Wells Fargo (Merchant Services)
- JP Morgan Chase (Purchase Cards)
- TouchNet (Payment Gateway Services)

In addition, NSHE staff requests that the Board authorize the Chancellor, in consultation with NSHE Chief General Counsel, to extend the term of each banking services contract for one year or on a month-to-month basis beyond the current expiration dates and execute any amendments to the banking services contracts necessary to implement the extension. If approved, this action would constitute a waiver of Board policy as this extension will result in these contracts extending beyond the seven-year period.
[\(Ref. INV-10\)](#)

ESTIMATED TIME: 10 mins.

11. NEW BUSINESS **INFORMATION ONLY**

Items for consideration at future meetings may be suggested. Any discussion of an item under “New Business” is limited to description and clarification of the subject matter of the item, which may include the reasons for the request.

ESTIMATED TIME: 5 mins.

12. PUBLIC COMMENT

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POSTED ON THE NEVADA SYSTEM OF HIGHER EDUCATION WEBSITE (<http://system.nevada.edu/>) AND ON THE NEVADA PUBLIC NOTICE WEBSITE PURSUANT TO NRS 232.2175 (<http://notice.nv.gov/>), AT THE SYSTEM ADMINISTRATION BUILDINGS AND E-MAILED FOR POSTING AT THE EIGHT NSHE INSTITUTIONS:

CSN, Building D, 1st Floor, 6375 W. Charleston Boulevard, Las Vegas, NV 89146
DRI, Maxey Building, 2215 Raggio Parkway, Reno, NV 89512
DRI, Southern Nevada Science Center, 755 E. Flamingo Road, Las Vegas, NV 89119
GBC, Berg Hall, 1500 College Parkway, Elko, NV 89801
NSC, Rogers Student Center, 1st Floor, 1300 Nevada State Drive, Henderson, NV 89002
TMCC, Red Mountain Building (RDMT 200), 7000 Dandini Boulevard, Reno, NV 89512
UNLV, Flora Dungan Humanities Building (FDH), 4505 Maryland Pkwy, Las Vegas, NV 89154
UNR, Clark Administration, University of Nevada, Reno, Reno, NV 89557
WNC, Bristlecone Building Lobby, 2201 W. College Parkway, Carson City, NV 89703
System Administration, 4300 S. Maryland Parkway, Las Vegas, NV 89119
System Administration, 2601 Enterprise Road, Reno, NV 89512