

AGENDA
ARKANSAS TEACHER RETIREMENT SYSTEM
BOARD OF TRUSTEES

April 4, 2022

11:00 a.m.

1400 West Third Street

Little Rock, AR 72201

- I. ***Call to Order/Roll Call.** page 1.
- II. ***Motion to Excuse Absences.**
- III. ***Adoption of Agenda.** page 2.
- IV. Executive Summary. (Attachment No. 1) page 6.
- V. ***Approval of Prior Meeting Minutes.**
 - A. ***February 7, 2022, Minutes.** (Attachment No. 2) page 14.
 - B. ***February 25, 2022, Minutes.** (Attachment No. 3) page 28.
 - C. ***March 18, 2022, Minutes.** (Attachment No. 4) page 30.
- VI. ***Member Appeal.** *Clint Rhoden, Executive Director*
 - A. ***In Re: Mary K. Wood, Case No. 2021-MA-002.** (Attachment No. 5) page 32.
- VII. Report of Member Interest Waived under A.C.A. Sec. 24-7-205. *Clint Rhoden, Executive Director*
- VIII. Report of Employer Penalties and Interest Waived under A.C.A. Sec. 24-7-411. *Clint Rhoden, Executive Director*
- IX. Approval of New ATRS Employer. *Clint Rhoden, Executive Director*
 - A. In the matter of the Arkansas Public School Resource Center.
 - 1. ***Resolution 2022-28.** (Attachment No. 6) page 39.

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- X. Audit Committee Report. *Ricky Quattelbaum, Audit Committee Chair*
 - A. Internal Audit Follow-Up Report: Disability Service Benefits. (Attachment No. 7) page 50.

- XI. Investment Committee Report. *Chip Martin, Investment Chair*
 - A. Arkansas Related and Investment Update.
 - 1. List of Fund Closings.
 - a. Landmark Real Estate Partners IX, L.P., a closed end opportunistic real estate fund investing in secondary interests of value added and opportunistic funds, the Board authorized commitment of up to \$50 million dollars on December 6, 2021 was accepted and closed on February 28, 2022.
 - b. Riverside Value Fund I, L.P., a private equity turnaround fund that will invest in underperforming companies in the U.S., the Board authorized commitment of up to \$30 million dollars on December 6, 2021 with imminent need was accepted and closed on March 11, 2022.
 - c. Purchase of the revenue stream generated by state of Arkansas tax credits associated with Big River Steel, the Board authorized commitment of up to \$82,119,766 on February 7, 2022 with imminent need was accepted and closed on February 7, 2022.
 - d. SK Capital Partners VI, L.P., a private equity buyout fund focused on middle market specialty chemicals and specialty materials companies, the Board authorized commitment of up to \$30 million dollars on February 7, 2022 with imminent need was accepted and closed on March 3, 2022.
 - e. Franklin Park Corporate Finance Access Fund II, L.P., a fund of funds managed by Franklin Park investing in smaller buyout, growth, and turnaround private equity funds, the Board authorized additional commitment of up to \$30 million dollars on February 7, 2022 with imminent need was accepted and closed on February 11, 2022.
 - B. General Investment Consultant Report.
 - 1. Preliminary Performance Report for the Month Ending February 28, 2022. (Attachment No. 8) page 55.
 - 2. Open forum to discuss investment related topics.
 - C. Real Assets. Aon Hewitt Investment Consulting.

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1. ***Recommendation to approve for Board adoption Resolution 2022-23 authorizing an additional investment of up to \$25 million dollars in KKR Diversified Core Infrastructure Fund L.P.** (Attachment No. 9) page 79.
 - a. ***Resolution No. 2022-23.** (Attachment No. 10) page 88.
- D. Private Equity Report.
 1. ***Recommendation to approve for Board adoption Resolution 2022-24 authorizing an investment of up to \$30 million dollars in Arlington Capital Partners VI, LP.** (Attachment No. 11) page 89.
 - a. ***Resolution No. 2022-24.** (Attachment No. 12) page 93.
 2. ***Recommendation to approve for Board adoption Resolution 2022-25 authorizing an additional investment of up to \$30 million dollars in Franklin Park Venture Capital Fund XIV, LP.** (Attachment No. 13) page 94.
 - a. ***Resolution No. 2022-25.** (Attachment No. 14) page 103.
- XII. Operations Committee Report. *Bobby Lester, Operations Committee Chair*
 - A. Open Forum for Potential Rule or Law Changes by Committee Members and Board Members Present.
 1. Open Forum.
 - a. Potential Legislation for 2023.
 - b. Teacher Shortage.
 - c. Retiree Purchasing Power.
 - B. Rules Promulgation Status Update.
 - C. ***Retirement After Full Year of Service Credit.**
 1. ***Resolution 2022-26.** (Attachment No. 15) page 104.
 - D. ***New Policy: E-signatures.**
 1. ***Resolution 2022-27.** (Attachment No. 16) page 105.
- XIII. Litigation Update. *Martha Miller, General Counsel*
- XIV. ***Staff Reports.**
 - A. ***Medical Disability Report.** *Willie Kincade, Director of Operations* (Attachment No. 17) page 108.
- XV. Other Business.

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XVI. ***Adjourn.**