

System Administration, Las Vegas
4300 South Maryland Parkway, Board Room
Friday, September 30, 2022

Video Conference Connection from the Meeting Site to:
System Administration, Reno
2601 Enterprise Road, Conference Room
and
Great Basin College, Elko
1500 College Parkway, Berg Hall Conference Room

Members Present: Mr. John T. Moran, Chair
Mr. Joseph C. Arrascada, Vice Chair
Mr. Patrick J. Boylan
Mr. Byron Brooks
Dr. Patrick R. Carter
Ms. Amy J. Carvalho

Other Regents Present: Mrs. Cathy McAdoo, Board Chair
Mrs. Carol Del Carlo
Dr. Jason Geddes
Mr. Donald Sylvantee McMichael Sr.
Ms. Laura E. Perkins
Dr. Lois Tarkanian

Members Present: Advisory Members
Mr. Randy Garcia, UNLV Foundation
Mr. Mark Denzler, UNR Foundation

Others Present: Mr. Dale A.R. Erquiaga, Acting Chancellor
Mr. Robert G. Kilroy, Chief of Staff & Special Counsel to the Board
Mr. Andrew Clinger, Chief Financial Officer

Ed Boog, Faculty Senate Chair for System Administration; and NSC Student Body President Tessa Espinosa were in attendance.

Chair John T. Moran called the meeting to order at 10:00 a.m. with all members present. Regent Carvalho led the Pledge of Allegiance and Chair Moran provided the Land Acknowledgement.

1. Information Only-Public Comment – Brian Miller expressed concerns regarding the lack of inclusion of classified staff in negotiating/bargaining for pay that is competitive in the public sector market and education field. He hopes that the Regents will ensure classified staff be included in these types of conversations going forward.

2. Approved-Minutes – The Committee recommended approval of the minutes from the March 25, 2022, meeting. (*Ref. INV-2 on file in the Board office*)

Chair Moran stated he would abstain from voting on the March 25, 2022, Investment Committee meeting minutes as he was not on the Committee at that time.

Vice Chair Arrascada moved approval of the minutes from the March 25, 2022, meeting. Regent Boylan seconded. Motion carried. Chair Moran abstained.

3. Information Only-Chair's Report – Chair John T. Moran discussed the direction of the Investment Committee; his appointment as Chair of the Committee; and thanked Chief Financial Officer Andrew Clinger and Executive Assistant Melissa Glenn for their work on the agenda.
4. Information Only-Investment Committee Orientation and Duties – Chief Financial Officer Andrew Clinger provided the Committee with relevant background material and an overview of the duties of the Nevada System of Higher Education in relation to governance and oversight of its investment activities. (*Ref. INV-4 on file in the Board office*)

Chief Financial Officer Clinger provided background and an overview of the Investment Committee duties which included: the mission statement; Investment Committee membership and charter; NSHE Finance and Administration Charter; *Handbook*, Title 4, Chapter 10; NSHE Operating Fund; NSHE Endowment OCIO Update; 2021 and 2022 Investment Committee agendas and minutes; articles on recent issues; and the Investment Committee meeting schedule.

5. Approved-Operating Pool Performance Discussion and Recommendations – The Committee recommended approval of the following rebalancing actions: \$7

5. Approved-Operating Pool Performance Discussion and Recommendations –
(continued)

over 8 percent, and the suspension of distributions if the reserve pool balance is below a certain number, and the monthly communications from the Chief Financial Officer's office to the campuses regarding the distributions and appropriate budgeting; market indicator for the System to withdraw minimal savings to sustain during volatile times; and the Global Index providers having removed Russia from the indexes.

Ms. Walker provided an overview of the benchmark recommendations.

Regent Perkins, Mr. Randy Garcia, UNLV Foundation; Mr. Mark Denzler, UNR Foundation and Ms. Walker discussed and addressed the following topics: the pros and cons of investing in cryptocurrency (at this time, cryptocurrarmpusg (i)-2 -2 () budg)-4 b8.2

6. Information Only-Endowment Pool Performance, Cambridge Associates –
(continued)

Mr. Garcia and Mr. Denzler discussed the following topics: the Legacy PI Program outperforming Public Markets and the selection of superior managers (if available) in this space; and differences between investing in cryptocurrency and blockchain technology.

7. Information Only-Endowment Pool Performance Comparison,
NSHE/UNLV/UNR – Staff from Cambridge Associates and System
Administration presented a comparison report of the endowment pool performance for the Nevada System of Higher Education; University of Nevada, Las Vegas and University of Nevada, Reno as of March 31, 2022.
(Ref. INV-7 on file in the Board office)

Chief Financial Officer Clinger provided an overview of the Endowment Comparative Data for the period ending March 31, 2022 which included: asset allocation – actual allocations as of March 31, 2022; five years of historical returns; average annual compound rate of return; annualized standard deviation of 1.15 Tdy and C9.48