

MASSACHUSETTS BAY TRANSPORTATION AUTHORITY RETIREMENT FUND
MINUTES OF REGULAR MEETING
October 16, 2020

Pursuant to notice by the Interim-Executive Director, the Regular Meeting of the Retirement Board of the Massachusetts Bay Transportation Authority Retirement Fund was held on Friday, October 16, 2020, at 9:31 AM, at One Washington Mall, 4th Floor, Boston, MA 02108.

The Members present by video conference were James Evers, Michael Abramo, James Bradley, Craig Hughes and Betsy Taylor; Alternate Members were, John Clancy, Patrick Hogan, Gerald Kelley, Timothy Long and Mary Ann O’Hara.

Also present were John P. Barry, Interim-Executive Director; Pamela Holloman, Recording Secretary; and staff. Julian Regan and Pamela Dubuc of Segal Marco were also present.

Interim-Chairperson James Evers presided. Chairperson Evers welcomed MBTARF staff member, Dominique Sye to the meeting.

SECTION II – REGULAR SESSION

a. Minutes

The Chairperson stated that the next item on the Agenda was the Consideration of Minutes of Prior Regular Meeting of the Board, September 18, 2020. He inquired if there were any questions. None were asked.

On motion, duly made and seconded, it was unanimously

VOTED:- TO approve the Minutes of the Regular Meeting of September 18, 2020.

b. Approvals

Chairperson Evers stated that the second item on the Agenda was Approvals. The Chairperson asked the Board to review the items listed for approval on

pages 4-9 of the meeting packet. Executive Director Barry gave the board additional background on the retirement application of John A. Weinstein.

On motion, duly made and seconded, it was unanimously

VOTED:- TO approve Item a. as indicated
on Pages 4 through 9 of the meeting packet.

c. Informational Items

The Chairperson stated that Section II covering Item c. as indicated on Pages 10 through 16 of the meeting packet are INFORMATIONAL ITEMS to be reviewed at the Board's leisure.

d. Report of Executive Director

Chairperson Evers stated that the next item on the Agenda was a report from the Executive Director.

i. General Financial Reports

Mr. Barry directed the Board's attention to the Financial and Flash reports and gave an account of the Fund's financial activities for the month of September 2020. He reported that for the month of September, the Fund had a total of \$12,438,705 in deposits and \$18,823,721 in withdrawals for a net-negative of \$6,385,016. He added that the Fund had a year-to-date net-negative total of \$59,053,678. Executive Director Barry reported that the Fund had a market value of \$1,593,135,956 as of September 30, 2020. The Executive Director reviewed the overall performance of each of the Fund's asset classes in comparison to their respective benchmark.

On motion, duly made and seconded, it was unanimously

VOTED:- TO approve the General Financial Report of the Executive Director for the Month of September 2020.

On motion, duly made and seconded, it was unanimously

VOTED:- THAT the Retirement Board of the MBTA Retirement Fund move into Closed Session.

The meeting went into Closed Session at 9:36 AM.

The regular meeting reconvened at 11:40 AM.

SECTION IV – REGULAR SESSION

Votes Taken.

On motion, duly made and seconded, it was unanimously

VOTED:- TO allocate \$7.5 Million to New Mountain Capital, New Mountain Partners VI.

On motion, duly made and seconded, it was unanimously

VOTED:- TO allocate \$17.5 Million for the 2021 vintage year to Pension Reserve Investment Trust Fund (PRIT) Private Equity Segmentation account.

There being no further business to come before the Board,

On motion, duly made and seconded, it was unanimously

VOTED:- TO adjourn.

Adjourned accordingly at 11:41 AM

A true record.

ATTEST:

Notary Public



Returns - Net of Fees

	<u>MONTH TO</u>		<u>ROLLING 1</u>	<u>ROLLING 3</u>	<u>ROLLING 5</u>	<u>ROLLING</u>		
	<u>DATE</u>	<u>YTD</u>	<u>YEAR</u>	<u>YEARS</u>	<u>YEARS</u>	<u>10 YEARS</u>	<u>MKT VALUE</u>	<u>ALLOCATION</u>
<u>EQUITY-USD</u>								
TOTAL LARGE CAP EQUITY	-1.80	0.24	6.98	8.60	10.05	11.92	295,309,618	18.8
S&P 500	-2.66	2.77	9.71	10.42	11.71	13.01		
TOTAL SMALL CAP EQUITY	2.68	-2.70	4.10	5.76	9.38	11.11	120,148,108	7.6
RUSSELL 2000 GROWTH	0.76	4.67	13.37	7.90	10.36	11.95		
RUSSELL 2000 VALUE	3.58	-18.74	-13.92	-4.05	3.71	-		
GLOBAL EQUITY AND EMERGING MARKETS	-1.84	27.60	37.51	18.76	17.98	-	159,684,831	10.1
MSCI ALL COUNTRY WORLD INDEX (NET)	-2.43	-1.09	4.89	5.52	8.11	-		
<u>TOTAL INTERNATIONAL EQUITY</u>								
MSCI EAFE	-4.83	-8.62	-4.35	-1.35	3.00	4.15	166,726,804	10.6
	-3.99	-10.80	-6.86	-1.24	2.85	3.82		
<u>FIXED INCOME</u>								
TOTAL DOMESTIC FIXED INCOME	-0.38	5.05	5.60	3.84	3.99	3.93	360,418,804	22.9
BC AGGREGATE	-0.45	6.32	6.19	5.06	4.08	3.55		
<u>SHORT TERM INVESTMENTS</u>								
91 DAY T-BILL	0.01	0.65	0.92	1.66	1.20	0.64		
MASTER ACCOUNT	0.00	0.44	0.72	1.54	1.14	0.61	41,696,115	2.6
<u>CASH EQUITIZATION CUSTOM INDEX</u>								
91 DAY T-BILL	-2.02	-2.69	3.38	5.82	8.70	10.02		
SSGM CASH EQUITIZATION	0.01	0.65	0.92	1.66	1.20	0.64		
	-1.44	-4.08	1.43	3.91	7.17	9.23	5,021,319	0.3



Returns - Net of Fees

	<u>MONTH TO</u> <u>DATE</u>	<u>YTD</u>	<u>ROLLING 1</u> <u>YEAR</u>	<u>ROLLING 3</u> <u>YEARS</u>	<u>ROLLING 5</u> <u>YEARS</u>	<u>ROLLING</u> <u>10 YEARS</u>	<u>MKT VALUE</u>	<u>ALLOCATION</u>
TOTAL HEDGE FUND*	-0.20	-0.68	1.99	0.36	1.08	-	53,661,409	3.4
91 T - BILL ONE MONTH LAG PLUS 300BP	0.26	2.89	4.13	4.74	4.23	-		
CSFB/TREMONT HEDGE FUND INDEX LAG	-0.93	-0.02	2.41	2.67	2.76	-		
DIVERSIFIED BETA	-1.35	0.32	1.37	4.27	6.30	-	101,098,954	6.4
91 DAY T BILL PLUS 300 BPS	0.26	3.16	3.94	4.71	4.24	-		
60% MSCI WORLD EQUITY/40% BC AGG BOND	-2.02	2.20	5.72	5.99	6.76	-		
BBG BARCLAYS U.S. TSY BELLWETHERS 3M PR	0.01	0.65	0.92	1.68	1.22	-		
OPPORTUNISTIC**	-	5.47	5.47	-	-	-	7,436,867	0.5
BANK OF AMERICA/MERRILL LYNCH HIGH YIELD QTR	4.78	2.37	3.10	-	-	-		
PRIVATE EQUITY **								
STATE STREET PE BENCHMARK***	-	2.89	3.74	9.90	9.51	11.48		
TOTAL PRIVATE EQUITY^^	-	8.66	10.94	9.67	7.52	9.50	125,321,162	8.0
REAL ESTATE **								
NCREIF PROPERTY INDEX QTR LAG	-	1.26	2.69	5.44	6.77	9.70		
NCREIF ODCE	-	-0.11	1.39	5.18	6.64	10.27		
TOTAL REAL ESTATE	-	0.57	2.13	6.00	6.98	10.77	138,366,715	8.8
TOTAL FUND								
MBTA ALLOCATION MIX	-0.99	0.51	3.73	4.80	5.92	6.71		
MBTA POLICY MIX	-0.75	1.75	4.83	5.38	6.56	7.31		
TOTAL FUND	-1.05	2.38	6.23	6.01	7.02	7.67	1,574,890,706	100.0
PREVIOUS MKT VALUE							1,593,135,956	
MONTHLY CHANGE IN MARKET VALUE							-18,245,250	
12/31/2019 MKT VALUE							1,614,144,213	
YTD CHANGE IN MARKET VALUE							-39,253,507	

* YTD Returns lags by one month. Actual returns through September 30, 2020

** YTD Return for PE, RE, Opportunistic HF lags by one quarter. YTD return is through 6/30/2020 adjusted for cash flows.

The month return is actually the last quarter returns

^ 36% Buyout, 9% Venture, 37% Debt and 18% Fund of Funds

^^ Active portfolio - post 2005

*** State Street PE Benchmark is not available yet



Returns - Gross of Fees

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