

BOARD OF INVESTMENT TRUSTEES
Montgomery County Public Schools Retirement System Trust (“Trust”)

February 24, 2023
(hybrid)

OPEN SESSION

Board Members Present: Susan Chen
Robert Doody
Lis Lang
Craig Pernick (virtual)
Robert Reilly
David Schick, Vice Chair
Steve Sleigh
Ted Urban, Chair

Others Present: Cathy Jewell (virtual)
Phoebe Kuan
Mangala Murthy
Oleg Peltsman
Cristina Vidal
Margaret Belmondo, NEPC
Kevin Leonard, NEPC
Alexandra Sollers, NEPC
Lisa Bacon, Meketa (virtual)
Colin Hill, Meketa
Molly LeStage, Meketa
Harrison Page, Meketa (virtual)

Call to Order

The open session of the meeting of the Board of Investment Trustees (the “Board” or “Trustees”) was called to order at 8:07 a.m.

Review of Minutes

The Board reviewed draft open session minutes for the December 2, 2022, meeting. A motion was made to approve the minutes, and it was seconded. The Board unanimously approved the minutes.

Move to Closed Session

A motion was made to go into closed session, and it was seconded. The Board unanimously approved the motion. The meeting went into closed session at 8:08 a.m.

Return to Open Session

The meeting returned to open session at 11:33 a.m.

DRAFT

Market Update and Quarterly Performance Report

Margaret Belmondo reviewed the market update and quarterly performance through December 31, 2022. Equity, credit, and real assets indices retracted some of the losses in the quarter but still posted double-digit losses for the year. Commodity and midstream indices were the only exceptions to the broad market rout. The S&P 500 returned +7.6% for the quarter and -18.1% for the year. High inflation and the Fed's aggressive monetary tightening drove market losses for the year. Headline and core CPI remained elevated but had come down. The total portfolio produced +5.8% in the fourth quarter, underperforming the allocation index at +6.4% and the policy benchmark at +6.4%. The policy index incorporates the target weights for the strategies in the portfolio. The allocation index reflects the weights of the asset classes to which the portfolio has exposure.

Meeting Adjournment

A motion was made to adjourn the meeting, and it was seconded. The meeting was adjourned at 11:55 a.m.

Respectfully submitted,
Phoebe Kuan