

# Board of Trustees



# Handout Book

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## **Investment Committee**

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## Private Market Recommendations: May 2019

<b>LASERS Current PM Allocation</b>	15%
<b>Projected 2019 Commitment</b>	Approximately \$400-500 million
<b>Total 2019 Commitments</b>	<i>\$300 million</i>
<b>Funds</b>	AEA Investors Fund VII (\$100 million)
	Baring Private Equity Asia Fund VII (\$100 million)
	Warburg Pincus Global Growth (Fund XIII) (\$100 million)

<b>Manager</b>	Altas Partners
<b>Fund Recommendation</b>	Altas Partners Holdings II
<b>Commitment Recommendation</b>	<i>\$100 million</i>
<b>Fund Size</b>	\$2.0 billion
<b>Classification</b>	Buyout (middle and large market)
<b>Sectors</b>	Diversified; “Hard to replicate” business models
<b>Geography</b>	North America
<b>Management Fee</b>	1.0% committed/1.2% on invested capital until Investment Period ends
<b>Carry</b>	20%/8%
<b>LASERS Current Funds</b>	None
<b>LASERS Current Commitment</b>	None

# 1Q 2019 Performance Review

May 16, 2019

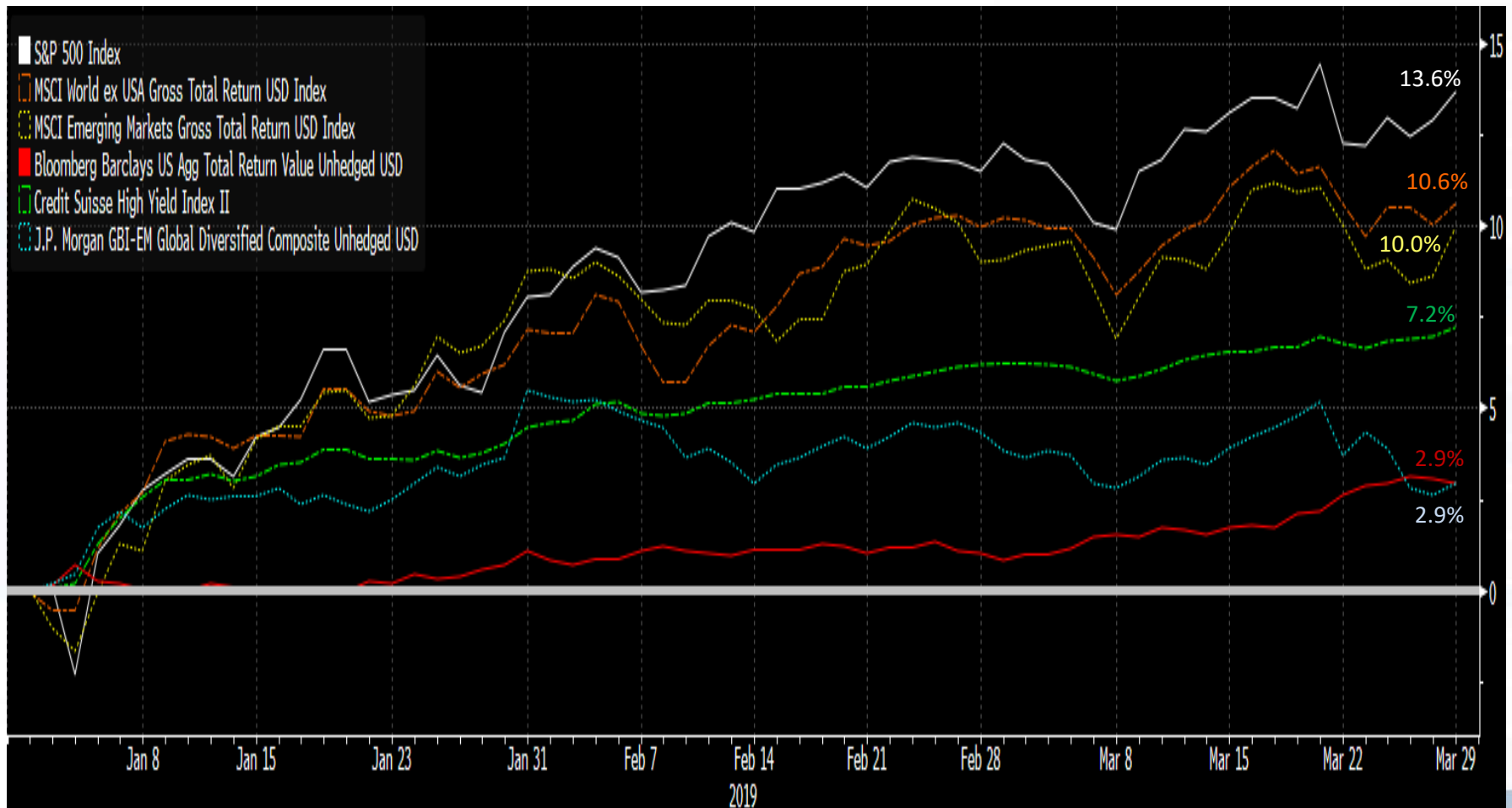
## Market Impact in 1<sup>st</sup> Quarter 2019

The Fed announced expectation to not raise interest rates for 2019 and only once in 2020 due to slower economic growth. Target range is 2.25% - 2.5%.

1Q posted strong returns:

- In Equities –
  - S&P 500 returned 13.6%
  - MSCI World Ex-USA returned 8.7%
  - MSCI Emerging Markets returned 10.0%
- In Fixed Income –
  - Barclay's Aggregate returned 2.9%
  - J.P. Morgan GBI-EM Global Diversified returned 2.9%

# Major Indices During 1Q 2019





# Total Plan Performance Summary Monthly During 1Q19

	1 month	FYTD	1 year	3 years	5 years	7 years	10 years
JANUARY – Total Plan	5.3	-0.8	-3.3	10.4	6.4	7.9	10.3
FEBRUARY – Total Plan	1.6	0.7	0.9	11.0	6.1	7.7	11.1
MARCH – Total Plan	0.4	1.2	1.7	9.3	5.9	7.6	10.8

## Returns thru 1Q 2019

	Qtr	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years
U.S. Equity	13.2	0.0	4.5	11.7	8.9	11.8	15.9
Int'l Developed	10.5	-2.9	-3.6	7.8	3.0	6.1	9.6
Int'l Emerging	7.5	2.1	-7.3	10.7	4.3	3.8	10.8
U.S. Fixed Income	5.3	4.2	4.8	6.2	4.3	6.0	9.7
EMD	3.6	1.6	-10.5	2.6	-1.5	<i>n/a</i>	<i>n/a</i>
GMS	4.4	3.8	4.8	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
Alternatives	2.5	3.8	7.6	9.3	6.6	7.3	8.1
<b>Total Plan</b>	<b>7.4</b>	<b>1.2</b>	<b>1.7</b>	<b>9.3</b>	<b>5.9</b>	<b>7.6</b>	<b>10.8</b>