

Transparency/Outreach

Investments and Pensions Oversight Committee

Representative Tomás E. Salazar, Chairman

Senator George K. Munoz, Vice-Chair

Steve Moise, New Mexico State Investment Officer

Charles Wollmann, Director of Communications, Legislative & Client Affairs

August 10, 2018



Transparency

Policies and Practices

Public Access

Reporting

Outreach

Transparency

www.sic.state.nm.us

Home > About the SIC > Policies & Procedures

The screenshot displays the website for the New Mexico State Investment Council (SIC). The browser address bar shows 'www.sic.state.nm.us'. The page features a navigation menu with the following items: HOME, PRESS RELEASES, LINKS, CONTACT US, SOCIAL MEDIA, and DOCUMENT SEARCH. A secondary navigation bar includes: ABOUT THE SIC, INVESTMENTS, COUNCIL & COMMITTEES, PUBLICATIONS & REPORTS, DISCLOSURE & TRANSPARENCY, and INVESTMENT SOURCING. The main content area is titled 'Investment Reports' and includes the text: 'You can review the latest SIC investment reports and Fund valuations, as well as monthly meeting materials and policy statements.' Below this text is a link for 'Publications & Reports'. The page also features a carousel of four image-based buttons: 'About the SIC' (with the state flag), 'Investments' (with a pen nib), 'Council' (with a building), and 'Publications' (with a stack of papers). The footer contains the SIC logo and a secondary navigation menu with: HOME, ABOUT THE SIC, CONTACT US, and SITE MAP.

Transparency in daily work

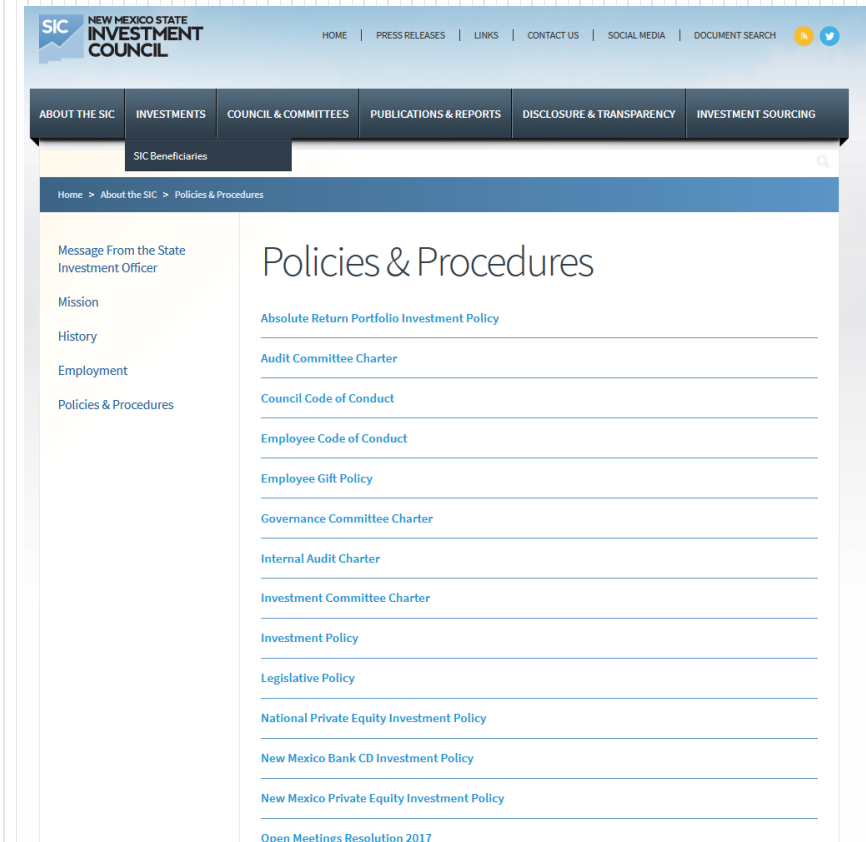
- Meetings are publicly noticed and open to the public.
- Monthly Council meetings are webcast.
- Agendas, minutes and materials are published on our website.

Policies and Practices

- SIC Investment Policy
 - Hiring of all investment managers and all fund commitments are contingent on completing multiple layers of due diligence.
 - Staff, consultants, investment committee and full Council approval are required.
 - Review for legal sufficiency and negotiation of SIC contractual rights with funds.
 - Investment Officer does not have latitude to make unilateral investment decisions.

Policies and Practices

- SIC policies online: <http://sic.state.nm.us/policies-and-procedures.aspx>
 - Committee charters
 - Codes of conduct
 - Open meetings
 - Transparency
 - Disclosure Policy

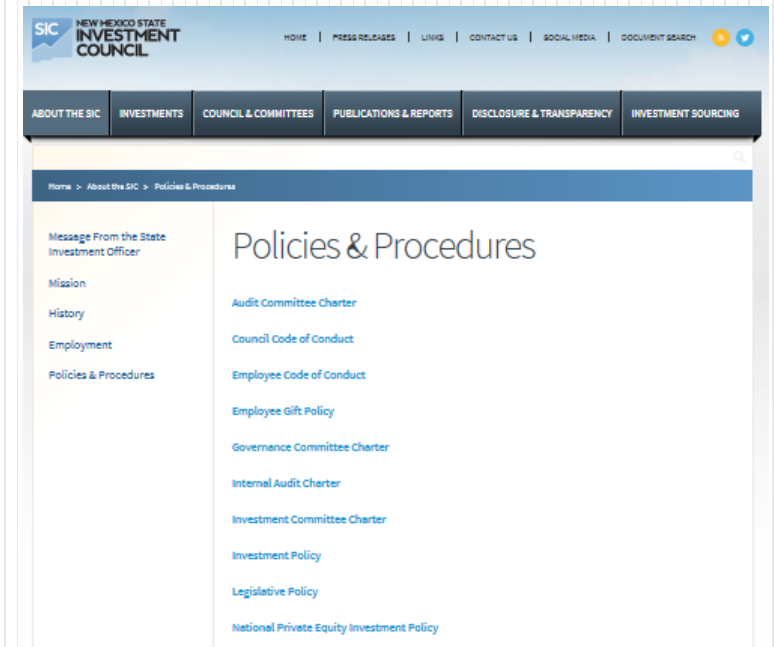


Investment Policies

All of our investment policies are posted on our website:

<http://www.sic.state.nm.us/policies-and-procedures.aspx>

- [Investment Policy](#)
- [Investment Committee Charter](#)
- [National Private Equity Investment Policy](#)
- [New Mexico Private Equity Investment Policy](#)
- [Real Estate Investment Policy](#)
- [Real Return Investment Policy](#)



Public Access

- SIC committees
 - Investment, Governance, Audit
 - Committee charters
 - Committees composed of Council members, external experts in field
- Open meetings
 - OMA compliant
- Council Meetings
 - Public comment

Reporting

- Investment Holdings Report
 - <http://sic.state.nm.us/required-monthly-reporting.aspx>
 - <http://sunshineportalnm.com/>
- Performance reporting
 - Monthly and quarterly results
 - Quarterly reports by strategy (real estate, real return, private equity, NM private equity)
 - Quarterly peer performance reports
 - <http://sic.state.nm.us/meeting-materials.aspx>
- Audit reports
 - <http://sic.state.nm.us/sic-annual-audit-reports.aspx>

Board and Committee Meeting Minutes

- All of our board and committee meeting information: agendas, minutes, and materials are posted on our website.

Meeting Materials

The State Investment Council meets monthly in public session, usually in the Governor's Cabinet Room at the State Capitol. We provide access to the agenda and public materials prior to each meeting via this website. Agendas for the Council's Investment and Audit Committees, as well as historical Private Equity Investment Advisory Committee agendas and minutes, are also available for review. View meeting material by clicking on a document below.

View meeting material by clicking on a document below. NOTE: Your browser may require you to temporarily disable your 'pop-up blocker' for download.

- ▶ Council Investment Committee
 - ▶ 2015 Meeting Agendas
 - ▶ 2016 Meeting Agendas
 - ▶ 2017 Meeting Agendas
 - ▶ 2018 Meeting Materials
- ▶ Other Council Committees
 - ▶ Audit Committee
 - ▶ Governance Committee
- ▶ Private Equity Investment Advisory Committee (archives)
 - ▶ Agendas
 - ▶ Minutes
- ▶ State Investment Council
 - ▶ Agendas
 - ▶ Meeting Materials
 - ▶ Minutes

Investment Performance Reports

The SIC's quarterly investment performance reports are posted on our website. Monthly reports are included in Council meeting materials.

- [SIC Investment Performance Report 3/31/18](#)
- [SIC Investment Performance Report 12/31/17](#)
- [SIC Investment Performance Report 9/30/17](#)
- [SIC Investment Performance Report 6/30/17](#)
- [SIC Investment Performance Report 3/31/17](#)

Investment performance

- As of June 30, 2018

NMSIC Total Fund - Schedule of Investable Assets														
Periods Ending	Beginning Market Value (\$)	Net Cash Flow (\$)	Gain/Loss (\$)				Ending Market Value (\$)	% Return						
FYTD	22,350,634,784	-434,816,694	1,900,129,208				23,815,947,298	8.55						
	Allocation		Performance (%)											
	Market Value (\$)	%	MTD	QTD	CYTD	FYTD	1 Year	3 Years	5 Years	7 Years	10 Years	2017	2016	2015
NMSIC Total Fund Composite	23,815,947,298	100.00	0.15	1.11	1.54	8.55	8.55	7.23	8.15	7.73	6.20	15.07	7.60	0.30
Land Grant Total Fund Composite	17,453,741,676	73.29	0.18	0.94	1.45	8.55	8.55	7.23	8.11	7.74	6.27	15.30	7.56	0.15
<i>Land Grant Interim Policy Index</i>			<i>0.18</i>	<i>1.00</i>	<i>1.16</i>	<i>7.94</i>	<i>7.94</i>	<i>6.62</i>	<i>8.00</i>	<i>7.59</i>	<i>6.21</i>	<i>13.93</i>	<i>7.27</i>	<i>0.84</i>
Difference			0.00	-0.06	0.29	0.61	0.61	0.61	0.11	0.15	0.06	1.37	0.29	-0.69
Severance Tax Total Fund Composite	5,099,242,223	21.41	0.08	1.76	2.08	8.62	8.62	7.23	8.08	7.48	5.70	14.17	7.54	0.66
<i>Severance Tax Interim Policy Index</i>			<i>0.18</i>	<i>1.03</i>	<i>1.26</i>	<i>8.10</i>	<i>8.10</i>	<i>6.72</i>	<i>8.06</i>	<i>7.63</i>	<i>6.16</i>	<i>14.07</i>	<i>7.33</i>	<i>0.85</i>
Difference			-0.10	0.73	0.82	0.52	0.52	0.51	0.02	-0.15	-0.46	0.10	0.21	-0.19

Financial Reports

- [2018-06 Investment Holdings Report](#)
- [2018-05 Investment Holdings Report](#)
- [2018-04 Investment Holdings Report](#)
- [2018-03 Investment Holdings Report](#)
- [2018-02 Investment Holdings Report](#)
- [2018-01 Investment Holdings Report](#)

The screenshot displays the New Mexico State Investment Council website. The header includes the SIC logo and navigation links: HOME, PRESS RELEASES, LINKS, CONTACT US, SOCIAL MEDIA, and DOCUMENT SEARCH. A secondary navigation bar contains: ABOUT THE SIC, INVESTMENTS, COUNCIL & COMMITTEES, PUBLICATIONS & REPORTS, DISCLOSURE & TRANSPARENCY, and INVESTMENT SOURCING. The breadcrumb trail reads: Home > Publications & Reports > Investment Holdings Reports. The main content area is titled "Investment Holdings Reports" and features a search bar. A left sidebar lists navigation options: SIC Investment Performance Reports, SIC Annual Audit Reports, Request for Proposal, Dashboard, Investment Holdings Reports, SIC Meeting Minutes, and Required Monthly Reporting. The main content area shows a tree view of reports by year, with 2018 expanded to show reports from 2018-01 to 2018-06. The 2018-06 report is highlighted.

Asset Allocation

FY 2019 ANNUAL INVESTMENT PLAN

The Land Grant Permanent Fund and the Severance Tax Permanent Fund are structured to provide an annual distribution related to the size of the funds' corpus.

Both funds have three objectives that impact the asset allocation:

1. Make the annual distribution.
2. Protect the purchasing power of the corpus.
3. Provide growth to the annual distributions over time.

Public Outreach

- Webcast
 - SIC meetings recorded, archived on Governor's website
 - <http://www.governor.state.nm.us/governor-s-webcasting-initiative.aspx>
- SIC Website
 - <http://sic.state.nm.us/>
 - Meeting materials, minutes, dashboard
 - Searchable
 - Contact information/direct link for email
 - Inspection of Public Records Act form

Public Information

- Delivery of information to the public & press
 - Talk to everyone
 - Explain complex issues
 - Listen & be collaborative
- IPRA
 - Requires acknowledgement in three days, response within 15 days
 - Limited exclusions, requires accountability
 - IPRA not just for New Mexicans

SIC 60 Years | Anniversary Report

- Build awareness.
- Educate New Mexico residents about the fund.
- Produced entirely in-house.
- Printed locally.

