



Minutes State Board of Investment Meeting March 26, 2026

The State Board of Investment (SBI) met at 12:04 p.m. Thursday, March 26, 2026, in the Retirement Systems Building, 60 Empire Drive, Room 106 St. Paul, Minnesota. Prior to the quarterly meeting, each Board member reviewed and discussed the material with the Executive Director and investment consultants retained by the SBI.

Members Present:

Governor Tim Walz
Attorney General Keith Ellison
Secretary of State Steve Simon
State Auditor Julie Blaha

Call to Order

Governor Tim Walz called the meeting to order.

Approval of Minutes

The minutes of October 21, 2025, SBI meeting were approved.

Executive Director's Administrative Report

Executive Director and Chief Investment Officer Ms. Jill Schurtz referred members to Tab B of the meeting materials for the Executive Director's Administrative Report. Included in the materials as Attachment B was the Office of the Legislative Auditor's (OLA) letter dated January 13, 2026, reflecting the results of the financial audit of the State Board of Investment for Fiscal Year 2025. The OLA issued an unqualified (clean) opinion, with no written findings or recommendations.

Ms. Schurtz also announced that the SBI has been named to the 2024-2025 Leaders List by the Responsible Asset Allocator Initiative at The Fletcher School at Tufts University. The SBI joins the list as one of only nine U.S. asset owners recognized globally and one of only twelve funds worldwide making their debut on the list. Other items highlighted in the report was the update on the budget, the IAC meetings dates for 2026, and the status of Russia, Belarus and Iran restrictions.

Performance Summary

Ms. Schurtz referred members to the Quarterly Performance Summary in Tab A of the meeting materials and outlined the following items from the report, as of December 31, 2025:

AUM: The SBI was responsible for \$161.0 billion in assets, of which the Combined Funds represented \$107.6 billion.

Performance: The Combined Funds returned 2.6% for the quarter and 14.2% for the 12-month period ending December 31, 2025. The Combined Funds exceeded its long-term objectives by outperforming its Composite Index for the ten-year period and providing a real rate of return above inflation over a 20-year period.

Asset Allocation and TUCS Ranking: The Combined Funds asset mix was in-line with asset allocation targets. Comparing the Combined Funds' investment returns against other public pension plans with over \$20 billion in assets within the Trust Universe Comparison Service (TUCS), the Combined Funds ranked in the 41st percentile for the quarter and the 37th percentile for the year.

Investment Advisory Council Overview

Investment Advisory Council (IAC) Chair, Mr. Gary Martin reported that the IAC received and reviewed information regarding investment performance for third and fourth quarters of 2025. Mr. Martin further stated that SBI staff shared information regarding staffing plans and the implementation of the asset allocation study. Mr. Martin indicated that Private Markets consultant Albourne Partners led a detailed discussion on SBI's private markets pacing model, fee reconciliation process, and that Albourne endorsed SBI's fee reconciliation process as representing industry best practice. Finally, Mr. Martin stated that a guest speaker gave a presentation on the impact of artificial intelligence.

IAC Membership

Ms. Schurtz referred to Tab C and stated that the IAC Membership Committee met on March 25, 2026, to review applications for two vacancies. The Committee reviewed the applications and unanimously endorsed two highly qualified investment professionals, Ms. Sonoli Dalal, Chief Investment Officer, University of St. Thomas; and Ms. Kelsey Deshler, Chief Investment Officer, Carlton College with terms expiring January 2028.

On the motion of Secretary of State Steve Simon, the recommendation was approved.

Public Comment

Members of the public were recognized to provide comments to the SBI.

Informational Reports included in Quarterly Meeting Material

Public Markets Investment Report

Other Retirement Funds, Savings Plans, and Non-Retirement Investment Program Report

Summary of Private Markets Commitments and Cash Flows Report

Aon Market Environmental Report

Meketa Capital Markets Outlook & Risk Report

SBI Comprehensive Performance Report

Adjournment of Meeting

A motion was made to adjourn the meeting. The motion passed and the meeting adjourned at 12:35 p.m.

Respectfully submitted,


Jill E. Schurtz
Executive Director and
Chief Investment Officer