

# Long-Term Services and Supports Trust Commission Investment Strategy Subcommittee Meeting

June 14, 2021







# **Meeting Guidelines**

## **ISS Members**

- Please turn on video
- Stay muted unless talking
- Encourage active participation
- Raise hand to speak if necessary
- Participate in polls

## **Observers**

- Please keep video off
- Please mute audio
- Please observe, but don't interact with meeting
- Okay to participate in polls
- Sign up in Chat tool if you wish to comment.

## **Welcome and Call to Order**

# **Meeting Goals**

- Receive update on Investment and Implementation Plan
- Approve the Investment Strategy Subcommittee charter
- Confirm timeline for reviews and approval of the Investment Plan recommendations
- Set agenda for the fall 2021 Investment Strategy Subcommittee meeting

# **Consent Agenda**

• 11/12/2020 Investment Strategy Subcommittee meeting minutes

# **Old Business**

Investment & Implementation Plan; Charter; Timeline for Reviews and Approval



## The Original Plan: Assuming a constitutional amendment

Research and Program Inputs

**Investment Planning** 

- Strategic Asset Allocation Study
- Investment Policy Development

Implementation and Investment Management

Investment
Reporting and
Market Updates

2021

2022

Asset accumulation due to begin January 1, 2022



- Outcome of constitutional amendment (ESJR 8212)
- Program goals and fund structures
- Actuarial assumptions and projections
- Program cash flow and liability estimates
- Accounting requirements
- Other program needs

- Capital market assumptions
- Define return objectives, risk appetite and constraints
- Develop and test model scenarios
- Define appropriate asset class mix
- Draft investment policy
- Recommend strategic asset allocation
- Present asset allocation plan to stakeholders at LTSS ISS meeting
- Request WSIB Board adoption of investment recommendations

- Open necessary investment accounts
- **Create performance reports**
- Establish working relationships for asset transfers and instructions
- Transfer funds to investment accounts
- Begin investment management in synch with asset accumulation (2022)



## The Revised Plan: Preparing for a cash mandate

Research and Program Inputs

Investment Planning
Develop Cash Management Plan

Implementation for Cash
Management

Reporting and Market Updates

2021

2022

Asset accumulation due to begin January 1, 2022

- Program goals
- Actuarial assumptions and projections
- Anticipate cash flow and liability
- Establish interagency relationships

- Determine cash management options
- Brief ISS members regarding cash management investment plan
- Set expectations and accept input
- Establish working accounts

- Open cash management accounts
- Create a basic performance report
- Ensure working relationships for asset transfers and instructions
- Transfer incoming funds to cash management account in 2Q 2022
- Begin cash management function in synch with asset accumulation
- Monitor legislative activities regarding future constitutional amendment

# **Investment Strategy Subcommittee Charter**

Approve Investment Strategy Subcommittee Charter

# Timeline for Reviews & Approval of the Investment Plan Recommendations

- October 2021: Investment Strategy Subcommittee review
- November 2021: Commission review
- December 2021: SIB Board approval (tentative)

# **Fall Meeting Agenda**

- Potential agenda items for Fall 2021 Investment Strategy Subcommittee meeting
  - Review of Investment Plan

# Wrap-Up

- Action items review
- Adjourn

