

# *"Optimizing Returns for North Dakota's Future"*



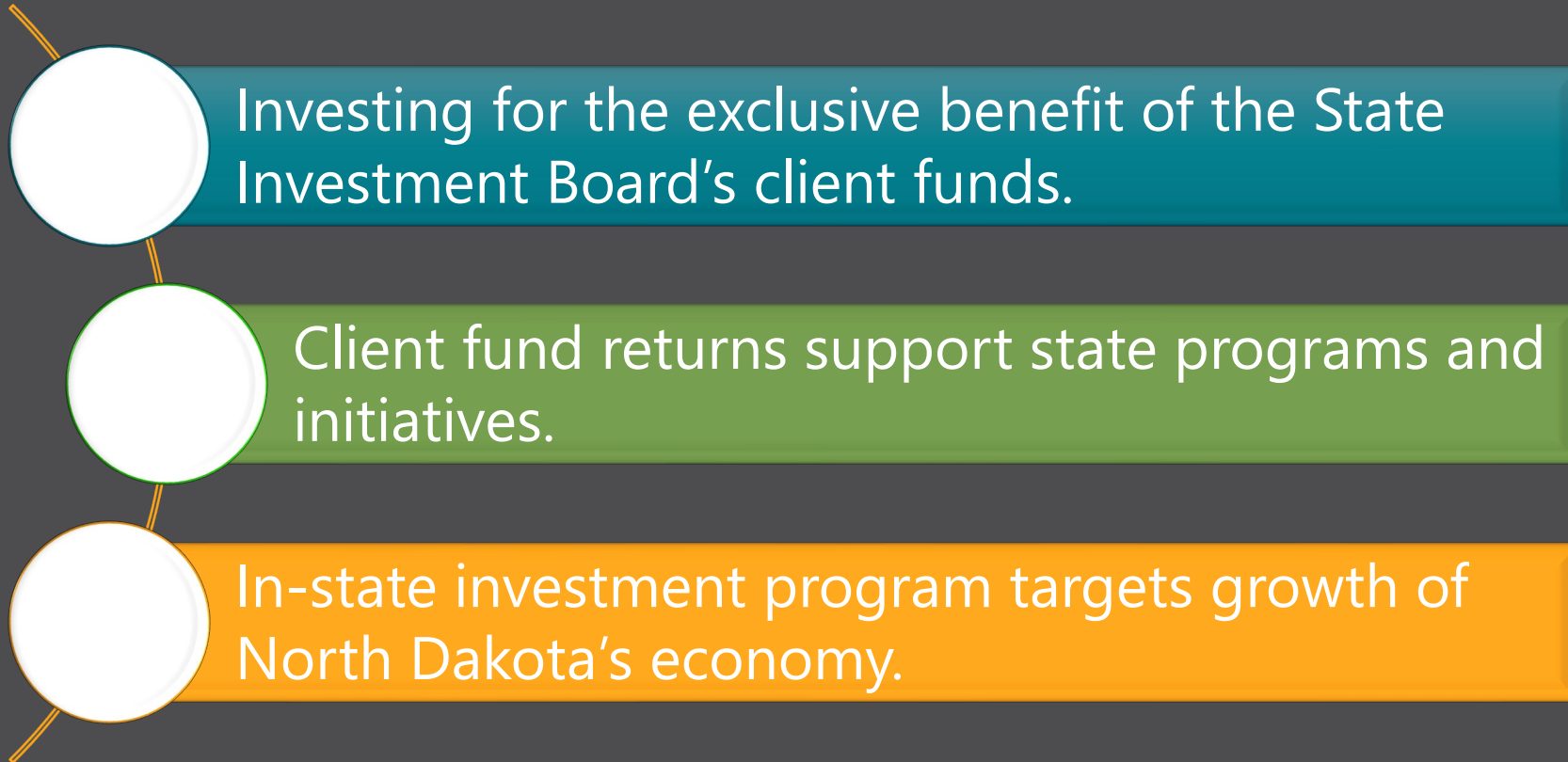
NORTH  
**Dakota**  
Be Legendary.

State Investment Board  
RETIREMENT & INVESTMENT

## **NDRIO INVESTMENT SEMINAR, SEPT. 25, 2024**

Lt. Governor Tammy Miller, State Investment Board Chair

# ND STATE INVESTMENT BOARD



# STATE INVESTMENT BOARD: WHO WE ARE

The State Investment Board has 13 members. Board membership reflects representation of the major client funds and independent institutional investment experts.

## Elected

- Lt. Governor, Chair
- State Treasurer
- Two State Legislators, represent Legacy Fund interests

## Appointed

- Workforce Safety & Insurance Director
- Trust Lands Commissioner
- Office of Management and Budget Director
- Two Independent Institutional Investment Experts

## Pension

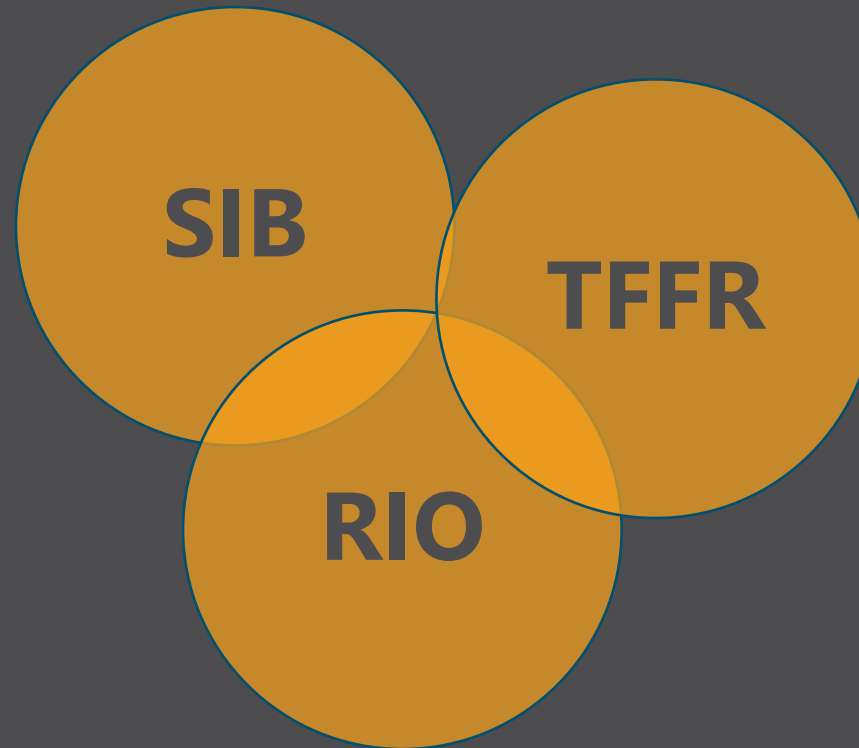
- Two Teachers' Fund for Retirement Board Trustees
- Two Public Employees Retirement System Board Trustees

# RETIREMENT & INVESTMENT: WHO WE ARE

The Retirement and Investment Office (RIO) was created to coordinate the activities of the State Investment Board (SIB) and the Teachers' Fund for Retirement Board (TFFR). The SIB is the oversight board for RIO and TFFR Board is responsible for the administration of the TFFR benefit program.

**State Investment Board -**  
Investment Program  
~\$22.3 Billion in AUM  
(as of 6/30/24)

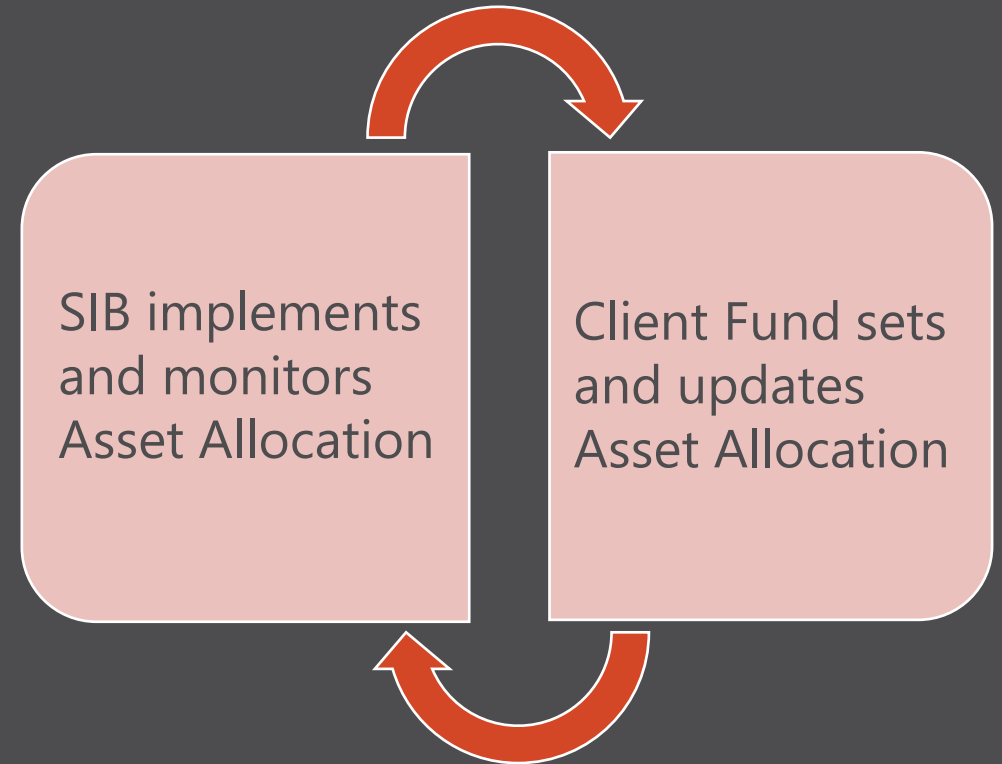
**RIO Agency**  
1 agency administering  
2 programs, serving  
31 client funds, and  
25,000+ TFFR participants



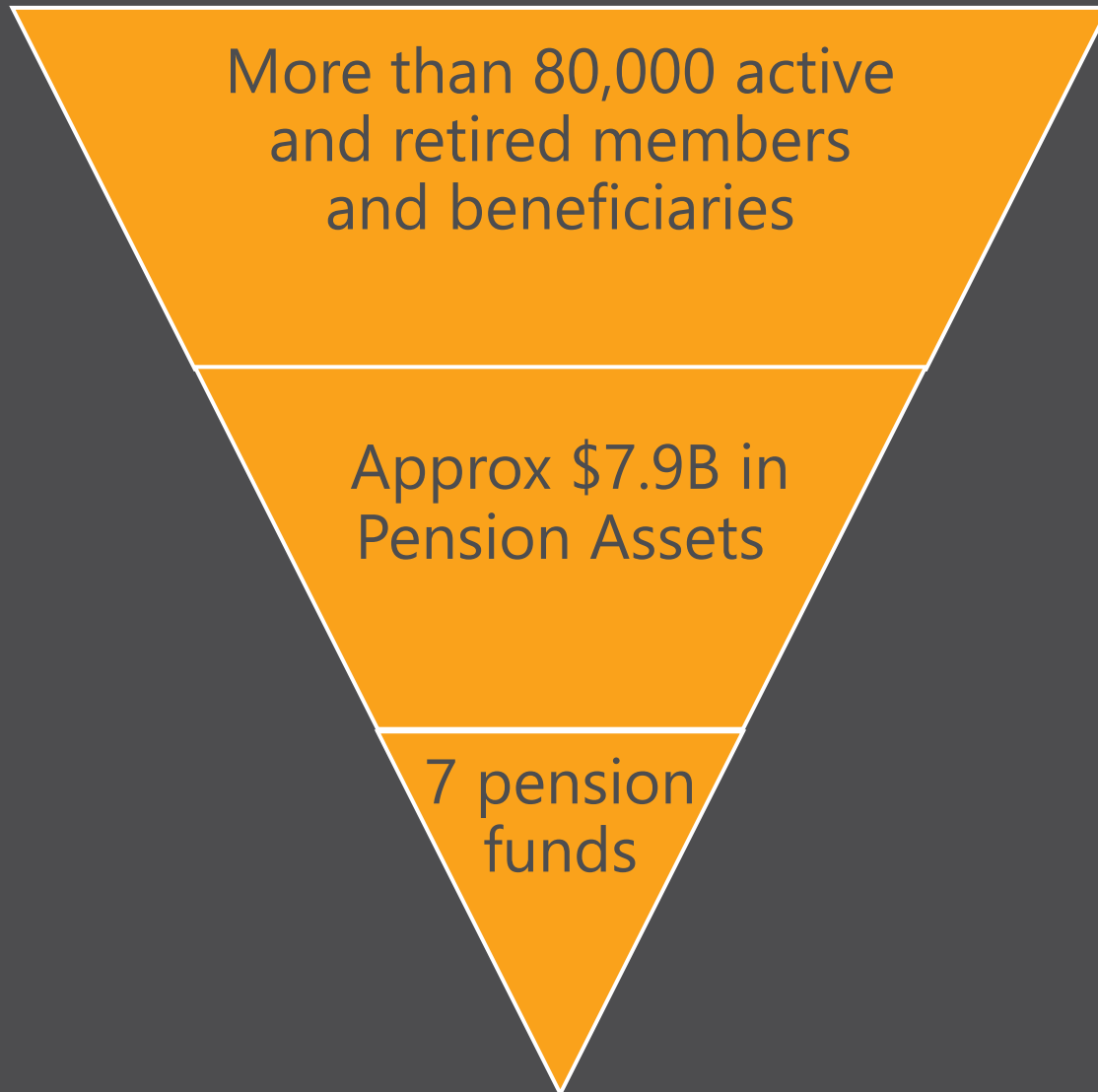
**Teachers' Fund For Retirement**  
More than 25,000 active and  
retired members and  
beneficiaries.

# HOW WE SERVE OUR CLIENT FUNDS: THE PROCESS

- The State Investment Board (SIB) has statutory responsibility for the administration of the investment program of several funds including:
  - Legacy Fund
  - Teachers' Fund for Retirement
  - Public Employees Retirement System
  - Workforce Safety & Insurance
- Client Funds direct fund mission and goals through an Asset Allocation.
- SIB implements the Asset Allocation to meet Client Fund goals.



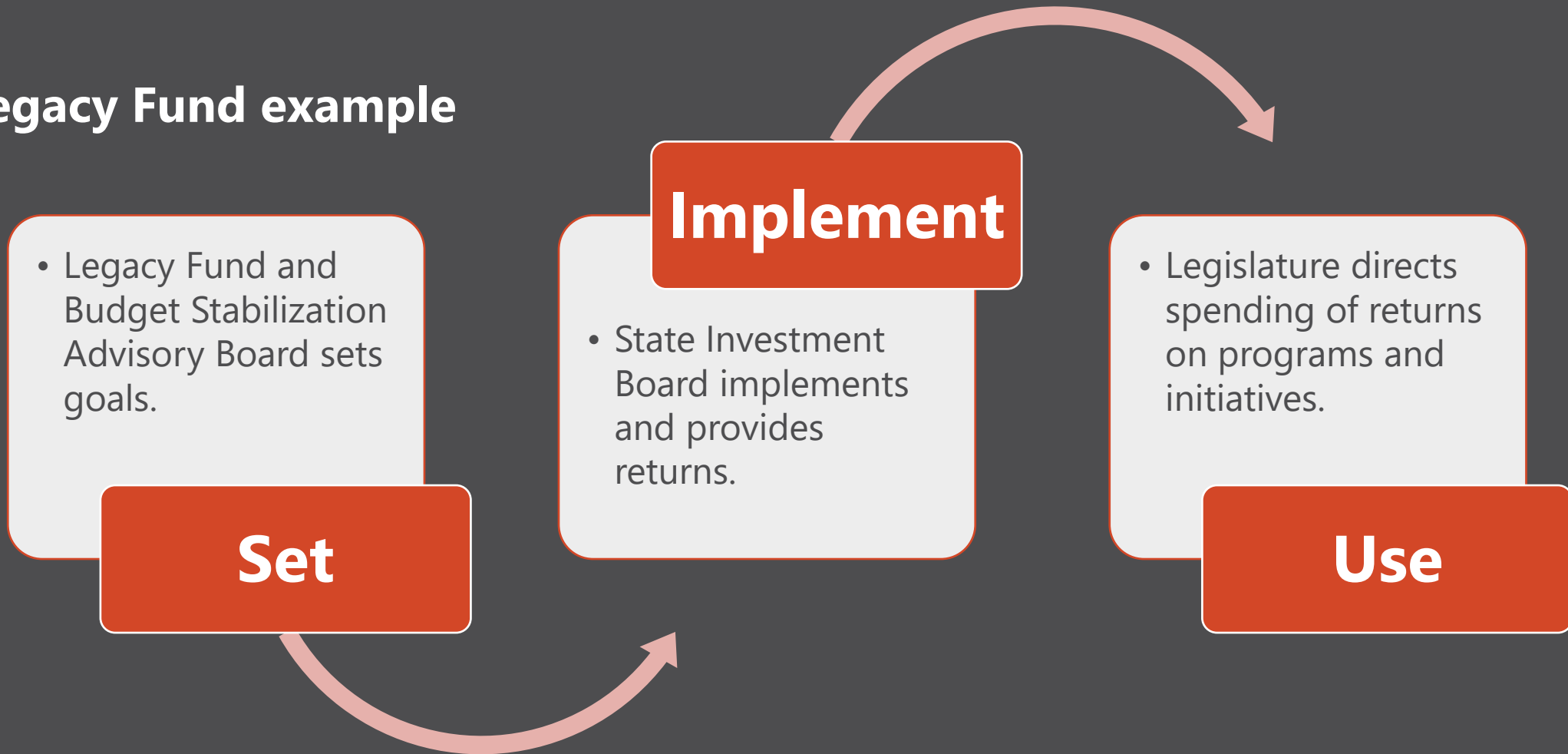
# HOW WE SERVE OUR CLIENT FUNDS: RETIREMENT SECURITY



- The State Investment Board is responsible for the investment of the retirement income for a significant percentage of North Dakota residents.
- Pension funds are invested for the exclusive benefit of fund participants.

# HOW WE SERVE STATE GOVERNMENT: SUPPORTING STATE PROGRAMS AND INITIATIVES

## Legacy Fund example



# HOW WE SUPPORT STATE ECONOMIC GROWTH: IN-STATE INVESTMENT PROGRAM

In 2021, state legislation (HB 1425) established an in-state investment program requiring a portion of Legacy Fund assets be invested in North Dakota and empowering the State Investment Board (SIB), as advised by the Legacy and Budget Stabilization Fund Advisory Board, to administer the program.

The allocation for this program is codified in NDCC 21-10-11 and targets both fixed income and equity investments.

- The SIB formed the North Dakota Growth Fund and selected 50 South Capital, a financial services company, to manage the fund's in-state equity investments.
- By statute, the Bank of North Dakota (BND) is tasked with managing the fund's in-state fixed income investments.

Our last panel of the day will focus on the progress and future opportunities of the In-State Investment Program. The State Treasurer will moderate a discussion between representatives from 50 South Capital, BND, RIO and the Securities Commissioner to offer comments and answer questions.



NORTH  
**Dakota**  
Be Legendary.

Retirement & Investment