COUNTY OF HENRICO, VIRGINIA
FINANCE BOARD
REGULAR MEETING
March 29, 2023

The Henrico County Finance Board convened a regular meeting on Wednesday, March 29, 2023 at 2:00 p.m. in the Finance Conference Room, Administration Building, Henrico County Government Center, Parham and Hungary Spring Roads, Henrico County, Virginia.

Members of the Board Present:

Sheila Minor, Director of Finance, Board Chairman
Vaughan G. Crawley, Citizen Member
Carter Whitelow, Citizen Member

Members Absent
John B. Wack, Citizen Member

Other Attendees:
Charles Ramsay, Finance-Accounting

Mrs. Minor called the meeting to order at 2:00 p.m.

Approval of Minutes of the Meeting of December 21, 2022
Mr. Crawley reminded everyone that a draft of the minutes had been emailed for review in advance of the meeting. The Board approved the minutes as presented.

Summary of VML/VACO OPEB Board Meeting – March 17, 2023 and Review of Portfolio Performance
Mrs. Minor reviewed excerpts of handouts from the VML/VACO OPEB Board meeting materials.

She noted that there was a presentation from a proposed investment manager for the small cap portfolio. The current small cap manager was focused on growth whereas the new proposed manager would be a complement focused on value. The second advisor was being added now that the portfolio has significantly more capital than when it first started. The firm is focusing on $20M sized capital funds. Mr. Whitlow asked if there were any specific industries of focus. Mrs. Minor noted that there were none that she recalled but that she would go back to see. She noted that they spoke to emerging markets and global.

Mrs. Minor noted that the Trust had given the Chair and Vice-Chair the authority to approve and come back to the board to ratify investments in private equity opportunities. This was due to the fact that the Trust has a target for private equity but the opportunities only pop up over time with small/quick windows to invest. They had picked CD&R and the Board ratified. Mrs. Minor shared a handout and overview related to private equity investments and CD&R.

Mrs. Minor noted that the Trust was overweight in large cap equities and was trying to rebalance. She noted that, at a prior meeting, they had been cautioned that growth will likely be more moderate over the next 10 years--gone were the days of 10% returns and more likely 5% returns should be expected going forward. She noted that they are now thinking closer to benchmark of 6.75% based on P.E.

Other Business
- None

Next Meeting
Wednesday, July 12, 2023.

Adjourn
There being no further business, the meeting was adjourned at 2:14 p.m.

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Director of Finance
Finance Board Chairman
Henrico County, Virginia