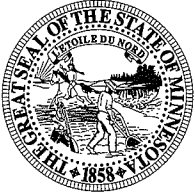


08-0019

**MINNESOTA
STATE
BOARD OF
INVESTMENT**



Board Members:

Governor
Tim Pawlenty

State Auditor
Rebecca Otto

Secretary of State
Mark Ritchie

Attorney General
Lori Swanson

Executive Director:


Howard J. Bicker

60 Empire Drive
Suite 355
St. Paul, MN 55103
(651) 296-3328
FAX (651) 296-9572
E-mail:
minn.sbi@state.mn.us
www.sbi.state.mn.us

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DATE: November 1, 2007

TO: Legislative Reference Library

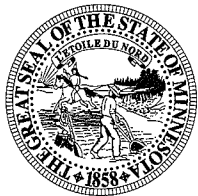
FROM: Howard Bicker 

SUBJECT: **Investment Consultant Report**

As required by Laws of Minnesota 2007, Chapter 148, section 2, subdivision 7, attached is the State Board of Investment's Report on Investment Consultant Activities.

08-0019

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DATE: November 1, 2007

FROM: State Board of Investment

SUBJECT: **Report on Investment Consultant Activities**

The provisions of Laws of Minnesota 2007, Chapter 148, section 2, subdivision 7 require the State Board of Investment to file with the Legislative Reference Library a report on investment consultant activities.

The State Board of Investment (SBI) contracts with Richards & Tierney, Chicago, Illinois and PCA, Studio City, California for certain investment consulting services. Richards & Tierney serves as the SBI's general consultant, and PCA serves as the SBI's special projects consultant. The current contracts with these consultants, effective July 1, 2007 to June 30, 2012, call for payment of \$370,000 to Richard & Tierney annually and \$40,000 to PCA annually.

During the period November 1, 2006 through October 31, 2007, Richards & Tierney was involved in the following projects:

- Risk measurement and portfolio performance of the SBI's total fund portfolio and asset classes.
- Availability to the Board, staff and Investment Advisory Council to provide perspective, counsel and input on relevant investment related issues.

During the period November 1, 2006 through October 31, 2007, PCA was involved in the following projects:

- Background information and alternative sources of information about companies doing business in Sudan for implementing the SBI's resolution concerning Sudan.

Attached are examples of the work product provided by each consultant.

Note: Work-product examples required by the mandate are available in the MN Legislative Reference Library.