Action: That the Nebraska Investment Council complete a full redemption of the JP Morgan Strategic Property Fund in the Omaha School Employees Retirement System. Redeployment of the proceeds from this redemption are to be invested in the Clarion Partners Lion Properties Fund. Additionally, $15 million is to be invested in the PGIM PRISA Fund. Approval is subject to completion of a legal review and satisfactory agreement of terms.

Background

The long-term target asset allocation of the OSERS plan is the same as the Defined Benefit and Cash Balance Benefit Plans. However, because the legacy investments take some time to unwind, we have been using an interim target asset allocation.

In late 2019 and early 2020, we asked the Board to approve our recommendation to redeem the OSERS investment in the UBS Trumbull Property Fund with the proceeds to be reinvested in the Morgan Stanley Prime Property Fund.

Today we are asking the Board to approve our recommendation to redeem all assets invested in the JP Morgan Strategic Property Fund with the proceeds to be reinvested in the Clarion Lion Properties Fund. We are also recommending an additional $15 million to be invested in the PGIM PRISA Fund.

If approved, the OSERS Core Real Estate portfolio will have a similar structure as the Defined Benefit and Cash Balance Benefit Plans.

Meeting Materials

- AON - OSERS Core Real Estate Rebalance
- AON – Clarion Partners Lion Properties Fund Investment Summary
- AON – PRISA Fund Investment Summary