

**Alabama Trust Fund
Board of Trustees Meeting
February 23, 2023
RSA Union Building, Suite 683**

Pursuant to public notice, a meeting of the Alabama Trust Fund Board of Trustees was held on February 23, 2023 in the RSA Union Conference Room in Montgomery, AL, with participation also allowed by electronic means in accordance with §36-17-21, Code of Alabama, as amended.

The meeting was called to order at 10:00 AM by Mr. Boozer, Secretary. The roll was called by Secretary Boozer and recorded as follows with a quorum present.

Present:

Brooks McClendon, Chair Designee
Mr. Young Boozer, Secretary

Virtual:

Mr. John Norris
Mr. Daniel Hughes
Ms. Linda Green
Mr. Alvin Hope, II
Mr. Guice Slawson, Jr

Absent:

Mr. Bill Poole, Vice Chair
Mr. John Hornsby

1. Approval of Minutes

The first item on the agenda was the review and approval of the minutes of November 17, 2022. Upon a motion made by Mr. Boozer, and second by Ms. Green, the reading of the minutes was dispensed and were unanimously approved as presented.

2. Quarterly Financial Reports

Mr. Boozer then reviewed the quarterly financial reports. He noted the Balance Sheet as of December 31, 2022, indicates total assets of \$3.4 billion, an increase of approximately \$35.5 million from the previous quarter end. Total capital is \$3.3 billion. The Statement of Revenues and Expenditures indicates total revenues of \$67.3 million and total distributions of \$64.9 million. Oil and gas receipts for the quarter were \$22.6 million. The remainder of the financial reports were reviewed and received as information.

3(a). Quarterly Performance – ATF

Ms. West, Callan LLC, presented the quarterly investment performance measurement report and market overview. Asset allocation was within rebalancing ranges. The portfolio had an underweight to international equity. The return for the quarter was 6.10 percent trailing the benchmark by 7 bps. Ms. West noted fixed income managers added value. The one-year return was a negative 16.16 percent. Ms. West then reviewed the returns by manager.

3(b) Vulcan Value Small Cap Review

David Wang, Callan LLC, presented the Vulcan Value Small Cap Review to the Board. Mr. Wang discussed Vulcan's performance, recent company changes, and a peer comparison for the strategy. Callan will continue to watch performance.

4(a). Watch List Review

On the watch list, Ms. West made the recommendation for Vulcan Value to remain on the watch list, for Algert and Larzard to remain on the watchlist for an additional year and to remove Mellon from the watch list. Upon a motion made by Mr. Boozer, and a second by Ms. Green, the watch list was unanimously approved as presented.

5(a). Quarterly Performance – CMT

Ms. West then reviewed the CMT fund quarterly performance. For the quarter, the fund was up 6.62 percent and beating the benchmark by 31 bps. The one-year number is negative 13.47 percent and in line with the benchmark.

6. Other Business

There being no other business, the meeting was adjourned.

Approved on _____, 2023.

Brooks McClendon, Chair Designee

Young Boozer, Secretary