



Department Source: Finance

To: City Council

From: City Manager & Staff

Council Meeting Date: April 1, 2024

Re: Blue Owl Technology Income Corporation Contract for the Police and Fire Pension

Executive Summary

A resolution authorizing the City Manager to sign a contract for investment services with Blue Owl Technology Income Corporation for the Police and Fire Pension Plan and to invest in securities offered by such LLC.

Discussion

At the September 8th, 2023 Police and Fire Retirement Board meetings, members of the Police and Fire Investment Pension Board passed a motion to add Blue Owl Technology Income Corporation as one of the investment options for pension funds. Blue Owl Credit Income Corp. operates as a non-traded business development company. The Company provides investors access to multi-share class private credit strategy that seeks to generate attractive risk-adjusted income and long-term capital appreciation. Their private credit strategy is to own long-term leases (net of operating and capital expenditures and backed by creditworthy tenants) that seek to offer investors both confidence and clear, risk-adjusted returns.

This contract needs Council approval because the investment type is outside the scope of the current investment policy adopted by the Council, and thus requires a vote of the Council. This type of asset would fall under the "Alternatives" category in which the City has a minimum allocation of 0%, a target of 5%, and maximum allocation of 20% of the entire portfolio. This investment option would help the pension to achieve its alternatives target of 5%.

Fiscal Impact

Short-Term Impact: These investments would have no additional impact to the City's financials

Long-Term Impact: N/A

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Resilient Economy, Secondary Impact: Organizational Excellence, Tertiary Impact: Not Applicable

Comprehensive Plan Impacts:

Primary Impact: Not Applicable, Secondary Impact: Not applicable, Tertiary Impact: Not Applicable



City of Columbia

701 East Broadway, Columbia, Missouri 65201

Legislative History

Date	Action
07/06/2021	Revising the City of Columbia Police & Fire Pension Statement of Investment Policy. https://gocolumbiamo.legistar.com/LegislationDetail.aspx?ID=4990338&GUID=E98D090B-A169-4201-99DA-5C4570E20964&Options=ID Text Other &Search=investment+policy

Suggested Council Action

Should Council agree with staff recommendations, an affirmative vote would be in order.