

MINUTES OF THE REGULAR MEETING  
**BOARD OF ADMINISTRATION**  
LOS ANGELES CITY EMPLOYEES' RETIREMENT SYSTEM

LACERS Ken Spiker Boardroom  
202 West First Street, Fifth Floor  
Los Angeles, California

April 9, 2019

10:05 a.m.

<b>Agenda of: <u>Apr. 23, 2019</u></b>
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<b>Item No: <u>II</u></b>
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<b>PRESENT:</b>	<b>President:</b>	Cynthia M. Ruiz
	<b>Vice President:</b>	Elizabeth L. Greenwood
	<b>Commissioners:</b>	Elizabeth Lee Sandra Lee Nilza R. Serrano Sung Won Sohn
	<b>Manager-Secretary:</b>	Neil M. Guglielmo
	<b>Executive Assistant:</b>	Ani Ghoukassian
	<b>Legal Counsel:</b>	Anya Freedman
<b>ABSENT:</b>	<b>Commissioner:</b>	Michael R. Wilkinson

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*The Items in the Minutes are numbered to correspond with the Agenda.*

I

PUBLIC COMMENTS ON MATTERS WITHIN THE BOARD'S JURISDICTION – President Ruiz asked if there were any persons who wished to speak on matters within the Board's jurisdiction, to which there was no response and no public comment cards were received.

II

APPROVAL OF MINUTES FOR REGULAR BOARD MEETING OF MARCH 26, 2019 AND POSSIBLE BOARD ACTION – A motion to approve the Regular Board Meeting minutes of March 26, 2019 was moved by Commissioner Elizabeth Lee, seconded by Vice President Greenwood, and adopted by the following vote: Ayes, Commissioners Elizabeth Lee, Sandra Lee, Serrano, Sohn, Vice President Greenwood, and President Ruiz -6; Nays, None.

III

BOARD PRESIDENT VERBAL REPORT – President Ruiz stated that April is Sexual Assault Awareness Month and that Vice President Greenwood, Commissioner Serrano, and she are the founding members of the "Trustees United" group that supports this cause.

## IV

### GENERAL MANAGER VERBAL REPORT

- A. REPORT ON DEPARTMENT OPERATIONS – Neil M. Guglielmo, General Manager discussed the following items:
- April 9, 2019 is Election Day for the Active Member seat for the LACERS Board.
  - Email sent to all LACERS staff regarding appropriate use of City resources.
  - LACERS Member Experience update.
  - Ongoing staff training.
  - Working on Trustee training.
  - Front End Imaging scanning system.
  - Controller and Personnel Departments request for LACERS to reach out to retirees interested in 120-day employment.
  - Staff Appreciation Day is April 18, 2019.
  - Working with Segal Consulting on the unfunded accrued actuarial liability.
- B. UPCOMING AGENDA ITEMS – Neil M. Guglielmo, General Manager, stated the following future agenda items:
- May 14, 2019 Board – Board training on retiree health program on LACERS Anthem plan.

## V

### RECEIVE AND FILE ITEMS

- A. BENEFITS PAYMENTS APPROVED BY GENERAL MANAGER – The report was received by the Board and filed.
- B. MARKETING CESSATION NOTIFICATION – The report was received by the Board and filed.

## VI

### COMMITTEE REPORT(S)

- A. AUDIT COMMITTEE VERBAL REPORT ON THE MEETING OF MARCH 26, 2019 – Commissioner Elizabeth Lee stated the Committee was presented with the contractor disclosure reporting policy.

## VII

### BENEFITS ADMINISTRATION

- A. BOARD EDUCATION: KAISER PERMANENTE OVERVIEW – Justin Cao, Senior Executive Account Manager and Jonathan Doris, M.D. with Kaiser presented this item to the Board.

## VIII

### BOARD/DEPARTMENT ADMINISTRATION

- A. **DELEGATION OF CERTIFICATION AUTHORITY TO THE GENERAL MANAGER FOR STAFF-RELATED TRAVEL AND POSSIBLE BOARD ACTION** – After discussion, staff withdrew the recommendation and stated it will be reintroduced at a future meeting.

## IX

### INVESTMENTS

- A. **CHIEF INVESTMENT OFFICER VERBAL REPORT** – Rod June, Chief Investment Officer, reported on the portfolio value, \$17.52 Billion as of April 8, 2019. Mr. June discussed the following items:
- On May 14, 2019, the Investment Committee will hear the Private Credit RFP Finalists.
  - Ongoing searches: Emerging Market Debt, Emerging Market Small Cap, and Bank Loan/High Yield.
  - Future agenda items: Private Equity Education and discussion on PRI signatory action.

President Ruiz adjourned the Regular Meeting at 11:39 a.m. for a break and reconvened the Regular Meeting at 11:46 a.m.

- B. **PRESENTATION BY TORREYCOVE, LLC REGARDING PRIVATE EQUITY INVESTMENT MANAGEMENT** – David Fann, President, Heidi Poon, Senior Vice President, and Tom Bernhardt, Senior Vice President with TorreyCove presented this item to the Board.
- C. **CONSIDERATION OF U.N. PRINCIPLES FOR RESPONSIBLE INVESTMENT SIGNATORY AND POSSIBLE BOARD ACTION** – Rod June, Chief Investment Officer and Saira Gandhi, Management Analyst presented this item to the Board. After discussion, Commissioner Serrano moved approval, seconded by Vice President Greenwood, and adopted by the following vote: Ayes, Commissioners Sandra Lee, Serrano, Vice President Greenwood, and President Ruiz -4; Nays, Commissioners Elizabeth Lee, Sohn -2.

President Ruiz adjourned the Regular Meeting at 1:41 p.m. to convene in Closed Session. James Napier, Deputy City Attorney was present during Closed Session.

## X

### DISABILITY RETIREMENT APPLICATION(S)

- A. **CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54957(b) TO CONSIDER THE DISABILITY RETIREMENT APPLICATION OF STANLEY BARR AND POSSIBLE BOARD ACTION**

President Ruiz reconvened the Regular Meeting at 1:44 p.m. and announced that the Board unanimously approved the Disability Retirement Application of Stanley Barr.

XI

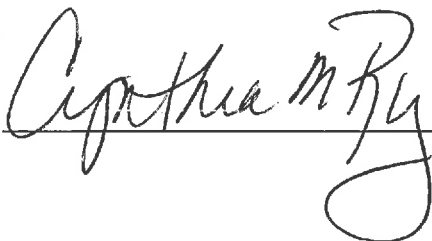
OTHER BUSINESS – Commissioner Serrano questioned why the name of the real estate fund going before the Investment Committee on April 9, 2019 is not included on the Agenda. She stated that she has mentioned this at a prior meeting and the need for transparency.

XII

NEXT MEETING – The next Regular meeting of the Board is scheduled for Tuesday, April 23, 2019 at 10:00 a.m. in the LACERS Ken Spiker Boardroom, 202 West First Street, Suite 500, Los Angeles, CA 90012-4401.

XIII

ADJOURNMENT – There being no further discussion before the Board, President Ruiz adjourned the meeting at 1:58 p.m.

  
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Cynthia M. Ruiz  
President

  
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Neil M. Guglielmo  
Manager-Secretary