

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

September 24, 2019

10:14 a.m.

Agenda of: Oct. 8, 2019

Item No: II

PRESENT:	President:	Cynthia M. Ruiz
	Vice President:	Michael R. Wilkinson
	Commissioners:	Annie Chao Elizabeth Lee Nilza R. Serrano
	Manager-Secretary:	Neil M. Guglielmo
	Executive Assistant:	Ani Ghoukassian
	Legal Counsel:	Anya Freedman
ABSENT:	Commissioners:	Sandra Lee Sung Won Sohn

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 SPECIAL BOARD MEETING OF SEPTEMBER 5, 2019 AND MINUTES FOR REGULAR BOARD MEETING OF SEPTEMBER 10, 2019 AND POSSIBLE BOARD ACTION – A motion to approve the Special Board Meeting minutes of September 5, 2019 and approve the Regular Board Meeting minutes of September 10, 2019 was moved by Commissioner Chao, seconded by Commissioner Serrano, and adopted by the following vote: Ayes, Commissioners Chao, Elizabeth Lee, Serrano, Vice President Wilkinson, and President Ruiz -5; Nays, None.

III

BOARD PRESIDENT VERBAL REPORT

- A. PRESENTATION ON UNITED NATIONS PRINCIPLES FOR RESPONSIBLE INVESTMENT IN PERSON CONFERENCE 2019 – President Ruiz made a presentation regarding her attendance at the United Nations Principles for Responsible Investment In Person Conference 2019.

IV

GENERAL MANAGER VERBAL REPORT

- A. REPORT ON DEPARTMENT OPERATIONS – Neil M. Guglielmo, General Manager, discussed the following items:
- Emergency Tabletop Exercise
 - 2019 Retirement Eligibility Reports
 - PAYSR replacement funding
 - CSULA Job Fair
- B. UPCOMING AGENDA ITEMS – Mr. Guglielmo stated the following items will be on an upcoming Board agenda:
- October 8, 2019 – Benefits Administration Committee – Anthem Enrollment Issues and Health Management Dashboards
 - October 8 or 22, 2019 – Board Meeting – Demo of new website design
 - Board Meeting – Board approval for unanticipated budget expense for new City Human Resource and Payroll System

V

RECEIVE AND FILE ITEMS

- A. MONTHLY REPORT ON SEMINARS AND CONFERENCES FOR AUGUST 2019 – The report was received by the Board and filed.

VI

COMMITTEE REPORT(S)

- A. GOVERNANCE COMMITTEE VERBAL REPORT ON THE MEETING OF SEPTEMBER 10, 2019 – Commissioner Serrano stated the Committee approved changes to the Board Travel Policy.

Item VI-D was taken out of order.

- D. GOVERNANCE COMMITTEE REPORT – TRIENNIAL BOARD POLICY REVIEW: BOARD EDUCATION AND TRAVEL POLICY AND POSSIBLE BOARD ACTION – Commissioner Serrano moved approval, seconded by Commissioner Chao, and adopted by the following vote: Ayes, Commissioners Chao, Elizabeth Lee, Serrano, Vice President Wilkinson, and President Ruiz -5; Nays, None.

- B. INVESTMENT COMMITTEE VERBAL REPORT ON THE MEETING OF SEPTEMBER 10, 2019 – Commissioner Serrano stated the Committee was presented with the Proxy Voting Activity Report.
- C. AUDIT COMMITTEE VERBAL REPORT ON THE MEETING OF SEPTEMBER 24, 2019 – Commissioner Elizabeth Lee stated the Committee was presented with the two finalists for the Actuarial Auditor and they approved staff's recommendation with Cheiron.

VII

ACTUARIAL PROGRAM

- A. ASSUMPTIONS FOR THE JUNE 30, 2019 RETIREE HEALTH ACTUARIAL VALUATION AND POSSIBLE BOARD ACTION – Andy Yeung with Segal Consulting presented this item to the Board. Commissioner Serrano moved approval, seconded by Commissioner Chao, and adopted by the following vote: Ayes, Commissioners Chao, Elizabeth Lee, Serrano, Vice President Wilkinson, and President Ruiz -5; Nays, None.
- B. GASB 68 AND GASB 75 ACTUARIAL VALUATIONS AS OF JUNE 30, 2019 AND POSSIBLE BOARD ACTION – Andy Yeung with Segal Consulting presented this item to the Board. Commissioner Serrano moved approval, seconded by Commissioner Elizabeth Lee, and adopted by the following vote: Ayes, Commissioners Chao, Elizabeth Lee, Serrano, Vice President Wilkinson, and President Ruiz -5; Nays, None.

VIII

INVESTMENTS

- A. CHIEF INVESTMENT OFFICER VERBAL REPORT – Rod June, Chief Investment Officer, reported on the portfolio value, \$18.28 Billion as of September 23, 2019. Mr. June discussed the following items:
- Staff is conducting Due Diligence on the Small Cap Investment Managers
 - Recruiting for Investment Officers
 - Recruiting for Interns
 - Private Real Estate Portfolio Performance Review, period ending June 30, 2019 at future Board Meeting.

IX

President Ruiz recessed the Regular Meeting at 11:03 a.m. to convene in Closed Session.

DISABILITY RETIREMENT APPLICATION(S)

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

B. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54957(b) TO CONSIDER THE DISABILITY RETIREMENT APPLICATION OF CONNIE TORTORICE AND POSSIBLE BOARD ACTION

President Ruiz reconvened the Regular Meeting at 11:08 a.m. and announced that the Board unanimously approved the Disability Retirement Applications of Sunandha Chudabala and Connie Tortorice.

X

BENEFITS ADMINISTRATION

- A. AMENDED HEALTH PLAN PREMIUM RESOLUTION AND POSSIBLE BOARD ACTION – Alex Rabrenovich, Chief Benefits Analyst with Health Benefits Administration & Communications Division presented this item to the Board. Commissioner Chao moved approval of the following Resolution that rescinds Resolution 190827-B:

2020 LACERS HEALTH PLAN PREMIUMS

RESOLUTION 190924-C

2020 CALIFORNIA MEDICAL PLAN PREMIUM RATES				
Medicare Status	Anthem Blue Cross PPO/ Med Supplement	Kaiser Permanente HMO / Senior Advantage	Anthem Blue Cross HMO / UnitedHealthcare Med Adv HMO	Anthem Blue Cross / Senior Care Action Network (SCAN)
Single-Party Plan – Retiree Only				
U	\$1,262.42	\$853.39	\$1,030.45	\$1,030.45
M	\$541.43	\$262.47	\$269.12	\$259.81
Two-Party Plan – Retiree and One Dependent				
UU	\$2,524.84	\$1,706.78	\$2,060.90	\$2,060.90
UM	\$1,803.85	\$1,115.86	\$1,299.57	\$1,290.26
MU	\$1,803.85	\$1,115.86	\$1,299.57	\$1,290.26
MM	\$1,082.86	\$524.94	\$538.24	\$519.62
Family Plan – Retiree and Family				
UUU	\$2,966.69	\$2,218.82	\$2,679.17	\$2,679.17
UMU	\$2,245.70	\$1,627.90	\$1,917.84	\$1,908.53
MUU	\$2,245.70	\$1,627.90	\$1,917.84	\$1,908.53
MMU	\$1,524.71	\$1,036.98	\$1,156.51	\$1,137.89
MMM	\$1,624.29	\$786.81	\$807.36	\$779.43

2020 UNITED HEALTHCARE MEDICARE ADVANTAGE HMO NON-CALIFORNIA PREMIUM RATES		
Medicare Status	Arizona	Nevada
Single-Party Plan – Retiree Only		
U	N/A	N/A
M	\$340.06	\$240.29
Two-Party Plan – Retiree and One Dependent		

UU	N/A	N/A
UM	N/A	N/A
MU	N/A	N/A
MM	\$680.12	\$480.58
Family Plan – Retiree and Family		
UUU	N/A	N/A
UMU	N/A	N/A
MUU	N/A	N/A
MMU	N/A	N/A
MMM	\$1,020.18	\$720.87

2020 DENTAL PLAN PREMIUM RATES		
Dental Tiers	Dental Dental PPO	DeltaCare USA HMO
Retiree	\$51.16	\$14.38
Retiree + 1 Dependent	\$101.45	\$26.85
Retiree + Family	\$146.56	\$31.04
2020 VISION PLAN PREMIUM RATES		
Tiers	Anthem Blue View Vision	
Retiree	\$9.14	
Retiree + 1 Dependent	\$13.25	
Retiree + Family	\$23.67	

Which motion was seconded by Vice President Wilkinson, and adopted by the following vote: Ayes, Commissioners Chao, Elizabeth Lee, Serrano, Vice President Wilkinson, and President Ruiz -5; Nays, None.

XI

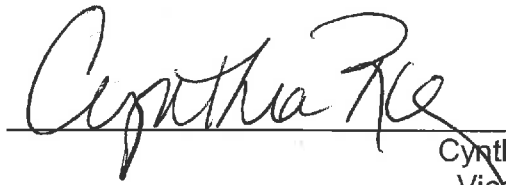
OTHER BUSINESS – There was no other business.

XII

NEXT MEETING – The next Regular meeting of the Board is scheduled for Tuesday, October 8, 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 11:11 a.m.


 Cynthia M. Ruiz
 Vice President


 Neil M. Guglielmo
 Manager-Secretary

