Board Agenda of: May 26, 2026
Item No.: V-A

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

April 28, 2026
10:04 A.M.

Present:

Annie Chao, President

Thuy Huynh, Commissioner

Susan Liem, Commissioner

Thomas Moutes, Commissioner

Gaylord "Rusty" Roten, Commissioner

Sung Won Sohn, Commissioner

Absent:

Janna Sidley, Vice President

Legal Counselor:

Miguel Bahamon

Manager-Secretary:

Todd Bouey

Executive Assistant:

Ani Ghoukassian

I

PUBLIC COMMENTS AND GENERAL PUBLIC COMMENTS ON MATTERS WITHIN THE BOARD'S JURISDICTION AND COMMENTS ON ANY SPECIFIC MATTERS ON THE AGENDA – President Chao asked if any persons wanted to make a general public comment, to which there were no public comment cards received.

Commissioner Huynh joined the meeting at 10:07 A.M.

II

GENERAL MANAGER VERBAL REPORT

A. REPORT ON DEPARTMENT OPERATIONS – Todd Bouey, General Manager, advised the Board of the following items:

- FY2027 City Budget: The Mayor released the City's FY2027 Proposed Budget on April 20th. There are no apparent impacts to LACERS.
- City Charter Reform: Following Board discussion and direction, LACERS transmitted a letter to Council for consideration of four Charter reforms on April 16th. The letter has been referred to the Council's Rules, Elections and Intergovernmental Relations Committee.
- Proxy Vote: On April 15th, interest from a Board member was raised concerning eXp World Holdings Inc. shareholder vote that was scheduled for April 24th. As the Board is aware, LACERS has filed a lawsuit in the Delaware Court of Chancery in 2024 against eXp World Holdings officers and directors for breach of fiduciary duty related to eXp's handling of sexual misconduct.
- Benefit Operations Update: Communications & Stakeholder Relations Division: ADA Compliant Website – Although the deadline to meet WCAG 2.1 Level AA standards has been extended by an additional year, LACERS is near full compliance. LACERS has made substantial progress toward achieving this through organization-wide training, deployment of accessibility tools, and major improvements to website and document accessibility. Staff has received comprehensive education and ongoing support, including reference materials, hands-on training, and weekly office hours.
- Health, Wellness, & Buyback Division: Health Plan Renewals – The 2027 Plan renewals are currently underway. LACERS' Health & Welfare Consultant, Keenan & Associates, is requesting premium and plan design information from the carriers.

- IRMAA Presentation – Staff is currently reviewing and updating the 2023 IRMAA presentation to be ready to present within 90 days.

B. UPCOMING AGENDA ITEMS – Todd Bouey, General Manager, advised the Board of the following items:

Board Meeting on May 12, 2026:

- Contract Amendment for Frasco Investigative Services – May 26, 2026

III

RECEIVE AND FILE ITEMS

A. MONTHLY REPORT ON SEMINARS AND CONFERENCES FOR MARCH 2026 – This report was received by the Board and filed.

B. 2026 OPEN ENROLLMENT CLOSEOUT REPORT – This report was received by the Board and filed.

C. VACANCY, RECRUITMENT, AND RETENTION REPORTING IN ACCORDANCE WITH GOVERNMENT CODE SECTION 3502.3 – This report was received by the Board and filed.

IV

COMMITTEE REPORT(S)

A. INVESTMENT COMMITTEE VERBAL REPORT FOR THE MEETING ON APRIL 14, 2026 – Commissioner Huynh stated the Committee approved the investment manager contract with Segall Bryant & Hamill, LLC, the investment manager contract with the informed Momentum Company LLC, the investment manager contract with Loomis, Sayles & Company, L.P., and the investment committee Charter review.

V

Commissioner Moutes moved approval of Consent Agenda Items V-A and V-B, and seconded by Commissioner Roten, and adopted by the following vote: Ayes, Commissioners Huynh, Liem, Moutes, Roten, Sohn, and President Chao -6; Nays, None.

CONSENT ITEMS

A. APPROVAL OF MINUTES FOR THE MEETING ON MARCH 24, 2026 AND POSSIBLE BOARD ACTION

B. APPROVAL OF DISABILITY RETIREMENT APPLICATION OF LORENZO TERRY AND POSSIBLE BOARD ACTION – Commissioner Moutes moved approval of the following Resolution:

APPROVAL OF DISABILITY RETIREMENT BENEFIT FOR LORENZO TERRY

RESOLUTION 260428-A

WHEREAS, the General Manager presented certain medical reports and other evidence, and reported that the application filed was in regular and proper form;

WHEREAS, Physician 1 examined and concluded Lorenzo Terry is unable to perform their usual and customary duties as a Transitional Worker with the City of Los Angeles;

WHEREAS, notwithstanding, Physicians 2 and 3 examined and concluded Lorenzo Terry is able to perform their usual and customary duties as a Transitional Worker with the City of Los Angeles;

WHEREAS, after some discussion and consideration of the evidence received, it was the finding and determination of this Board that Lorenzo Terry is incapacitated pursuant to the definition in Los Angeles Administrative Code § 4.1008(b) and not capable of performing the duties as a Transitional Worker;

WHEREAS, an investigation of the employment record established the age, final compensation, and period of continuous service in accordance with the Los Angeles Administrative Code, and such disability is not the result of the applicant's intemperance or willful misconduct;

NOW, THEREFORE, BE IT RESOLVED that the Board hereby approves the disability retirement benefit for Lorenzo Terry based upon the claimed disabling condition.

Which motion was seconded by Commissioner Roten and adopted by the following vote: Ayes, Commissioners Huynh, Liem, Moutes, Roten, Sohn, and President Chao -6; Nays, None.

VI

INVESTMENTS

A. CHIEF INVESTMENT OFFICER VERBAL REPORT – Rod June, Chief Investment Officer, reported on the portfolio value of $27.74 billion as of April 27, 2026; and the Volatility Index at 18.77. Rod June discussed the following items:

   GLOBAL:
   a. Israel investment portfolio valuation is up 55% with a market value of $107 million as of April 24 versus a market value of $69 million as of April 14.

   FUTURE AGENDA ITEMS:
   a. Investment Committee Charter Review

B. PRESENTATION BY DR. GREGORY BROWN OF UNC KEENAN-FLAGLER BUSINESS SCHOOL REGARDING THE STATE OF PRIVATE MARKETS INVESTMENTS – Greg Brown, Distinguished Professor of Finance, with UNC Kenan-Flagler Business School, presented and discussed this item with the Board for 50 minutes.

C. NON-U.S. ASSET CLASS RESTRUCTURE AND IMPLEMENTATION PLAN AND POSSIBLE BOARD ACTION – Kevin Novak, Principal, Rose Dean, Partner, and DeAnna Jones, Senior Consultant, with NEPC, LLC, presented and discussed this item with the Board for 43 minutes. Commissioner Sohn moved approval, seconded by Commissioner Liem, and adopted by the following vote: Ayes, Commissioners Huynh, Liem, Moutes, Roten, Sohn, and President Chao -6; Nays, None.

D. APPROVAL OF 1-YEAR CONTRACT WITH THE INFORMED MOMENTUM COMPANY LLC REGARDING THE MANAGEMENT OF AN ACTIVE U.S. SMALL CAP VALUE GROWTH PORTFOLIO AND POSSIBLE BOARD ACTION – Commissioner Huynh moved approval of the following Resolution:

CONTRACT RENEWAL INFORMED MOMENTUM COMPANY LLC ACTIVE U.S. SMALL CAP GROWTH EQUITIES PORTFOLIO MANAGEMENT

RESOLUTION 260428-B

WHEREAS, LACERS' current three-year contract term with Informed Momentum Company LLC (IMC) for management of an active U.S. small cap growth equities portfolio expires on July 31, 2026; and,

WHEREAS, IMC is on watch status for underperformance; and,

WHEREAS, a contract renewal with IMC will allow the fund to maintain a diversified exposure to U.S. small cap growth equities; and,

WHEREAS, on April 28, 2026, the Board approved the Investment Committee's recommendation to approve a one-year contract renewal with IMC.

NOW, THEREFORE, BE IT RESOLVED, that the General Manager or designee is hereby authorized to approve and execute a contract subject to satisfactory business and legal terms and consistent with the following services and terms:

Company Name: Informed Momentum Company LLC

Service Provided: Active U.S. Small Cap Growth Equities Portfolio Management

Effective Dates: August 1, 2026 through July 31, 2027

Duration: One year

Benchmark: Russell 2000 Growth Index

Allocation as of February 28, 2026: $132 million

Which motion was seconded by Commissioner Moutes and adopted by the following vote: Ayes, Commissioners Huynh, Liem, Moutes, Roten, Sohn, and President Chao -6; Nays, None.

E. APPROVAL OF 3-YEAR CONTRACT WITH LOOMIS, SAYLES & COMPANY, L.P. REGARDING THE MANAGEMENT OF AN ACTIVE HIGH YIELD FIXED INCOME PORTFOLIO AND POSSIBLE BOARD ACTION – Commissioner Huynh moved approval of the following Resolution:

CONTRACT RENEWAL
LOOMIS, SAYLES & COMPANY, L.P.
ACTIVE HIGH YIELD FIXED INCOME PORTFOLIO MANAGEMENT

RESOLUTION 260428-C

WHEREAS, LACERS' current three-year contract term Loomis, Sayles & Company,

L.P. for management of an active high yield fixed income portfolio expires on August 31, 2026; and,

WHEREAS, Loomis is currently in compliance with the LACERS Manager Monitoring Policy; and,

WHEREAS, a contract renewal with Loomis will allow the fund to maintain a diversified exposure to high yield fixed income; and,

WHEREAS, on April 28, 2026, the Board approved the Investment Committee's recommendation to approve a three-year contract renewal with Loomis.

NOW, THEREFORE, BE IT RESOLVED, that the General Manager or designee is hereby authorized to approve and execute a contract subject to satisfactory business and legal terms and consistent with the following services and terms:

Company Name: Loomis, Sayles & Company, L.P.

Service Provided: Active High Yield Fixed Income Portfolio Management

Effective Dates: September 1, 2026 through August 31, 2029

Duration: Three years

Benchmark: Bloomberg U.S. Corporate High Yield 2% Issuer Capped Index

Allocation as of February 28, 2026: $416 million

Which motion was seconded by Commissioner Liem and adopted by the following vote: Ayes, Commissioners Huynh, Liem, Moutes, Roten, Sohn, and President Chao -6; Nays, None.

President Chao recessed the Regular meeting at 11:51 A.M. to convene in closed session.

F. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.81 TO CONSIDER A COMMITMENT TO PRIME PROPERTY FUND, LLC AND POSSIBLE BOARD ACTION

VII

LEGAL/LITIGATION

A. CLOSED SESSION PURSUANT TO SUBDIVISIONS (A) AND (D)(1) OF GOVERNMENT CODE SECTION 54956.9 TO CONFER WITH, AND/OR RECEIVE ADVICE FROM LEGAL COUNSEL AND POSSIBLE BOARD ACTION REGARDING PENDING LITIGATION IN THE CASE ENTITLED: INTERNATIONAL BROTHERHOOD OF ELECTRICAL WORKERS, LOCAL 18 v. CITY OF LOS ANGELES ET AL., (LOS ANGELES SUPERIOR COURT CASE NO. 24STCP02171)

B. CLOSED SESSION PURSUANT TO SUBDIVISIONS (A) AND (D)(1) OF GOVERNMENT CODE SECTION 54956.9 TO CONFER WITH, AND/OR RECEIVE ADVICE FROM LEGAL COUNSEL AND POSSIBLE BOARD ACTION REGARDING PENDING LITIGATION IN THE CASE ENTITLED: THOMAS CRAWLEY v. LOS ANGELES CITY EMPLOYEES' RETIREMENT SYSTEM ET AL., (LOS ANGELES SUPERIOR COURT CASE NO. 24STCV14282)

C. CLOSED SESSION PURSUANT TO SUBDIVISIONS (A) AND (D)(2) OF GOVERNMENT CODE SECTION 54956.9 TO CONFER WITH, AND/OR RECEIVE ADVICE FROM LEGAL COUNSEL AND POSSIBLE BOARD ACTION

President Chao reconvened the Regular meeting at 12:53 P.M. with nothing to report.

President Chao left the meeting at 12:53 P.M., and Commissioner Sohn was the Acting Chair after her departure.

VIII

OTHER BUSINESS – There was no other business.

IX

NEXT MEETING: The next Regular meeting of the Board is scheduled for Tuesday, May 12, 2026, at 10:00 A.M., in the LACERS Boardroom, at 977 N. Broadway, Los Angeles, CA 90012.

X

ADJOURNMENT – There being no further business before the Board, Commissioner Sohn adjourned the meeting at 12:56 P.M.

Sung Won Sohn, Presiding Chair
Todd Bouey, Manager-Secretary