

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

May 27, 2025

10:00 a.m.

PRESENT:	President:	Annie Chao
	Vice President:	Janna Sidley
	Commissioners:	Thuy Huynh Gaylord "Rusty" Roten Sung Won Sohn Michael R. Wilkinson
	Legal Counselor:	Miguel Bahamon
	Manager-Secretary:	Todd Bouey
	Executive Assistant:	Ani Ghoukassian
ABSENT:	Commissioner:	Elizabeth Lee

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

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.

II

GENERAL MANAGER VERBAL REPORT

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

- City Budget
- City Layoff Avoidance Transfers
- Disaster Service Work
- Pension Administration Artificial Intelligence
- Retired Member Election
- LACERS Headquarters Mural

- Benefit Operations Update

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

- Board Meeting on June 10, 2025: Possible Contract Award for the General Manager Executive Search Firm
- Benefits Administration Committee: Health Financial Dashboard

III

RECEIVE AND FILE ITEMS

- A. MONTHLY REPORT ON SEMINARS AND CONFERENCES FOR APRIL 2025 – This report was received by the Board and filed.
- B. COMMISSIONER JANNA SIDLEY EDUCATION EVALUATION ON HARVARD KENNEDY SCHOOL INFRASTRUCTURE FINANCING, REGULATION AND MANAGEMENT, CAMBRIDGE, MA; MAY 4-9, 2025 – Vice President Sidley provided a brief overview of this education and this report was received by the Board and filed.
- C. ANNUAL CONTRACTOR DISCLOSURE REPORT FOR THE YEAR ENDED DECEMBER 31, 2024 – This report was received by the Board and filed.
- D. VACANCY, RECRUITMENT, AND RETENTION REPORTING IN ACCORDANCE WITH GOVERNMENT CODE SECTION 5302.3 – This report was received by the Board and filed.

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

IV

CONSENT ITEM(S)

- A. APPROVAL OF MINUTES FOR THE MEETING OF APRIL 22, 2025 AND POSSIBLE BOARD ACTION
- B. APPROVAL OF DISABILITY RETIREMENT APPLICATION OF RAED KAILANY FOR SERVICE-CONNECTED DISABILITY RETIREMENT OF 71% AND POSSIBLE BOARD ACTION

APPROVAL OF SERVICE-CONNECTED DISABILITY RETIREMENT BENEFIT FOR RAED KAILANY

RESOLUTION 250527-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, Physicians 1, 2, and 3 examined and concluded Raed Kailany is unable to perform his usual and customary duties as a Municipal Police Officer 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 the clear and convincing evidence demonstrates that the discharge of Raed Kailany's duties as a Municipal Police Officer is the predominant cause of the incapacity pursuant to the definition in Los Angeles Administrative Code § 4.1008.2(b) and he is not capable of performing his duties as a Municipal Police Officer;

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 Officer's intemperance or willful misconduct;

NOW, THEREFORE, BE IT RESOLVED that the Board hereby approves the Service-Connected Disability Retirement benefit for Raed Kailany of 71% of his Final Average Compensation based upon his claimed disabling condition.

V

COMMITTEE REPORT(S)

- A. INVESTMENT COMMITTEE VERBAL REPORT FOR THE MEETING ON MAY 13, 2025 – Commissioner Huynh stated the Committee approved both the Real Estate Fiscal Year 2025-26 Strategic Plan and Adaptive Asset Allocation Policy and Status Report.
- B. GOVERNANCE COMMITTEE VERBAL REPORT FOR THE MEETING ON MAY 27, 2025 – Commissioner Sohn stated the Committee approved both the Triennial Board Policy Review: Article II, Section 3.2 Voluntary Benefit Payroll Deductions Policy and Board Procedures to the Board meeting Manager-Secretary Role.

VI

BOARD/DEPARTMENT ADMINISTRATION

- A. PROPOSED BUDGET, PERSONNEL, AND ANNUAL RESOLUTIONS FOR FISCAL YEAR 2025-26 AND POSSIBLE BOARD ACTION – Chhintana Kurimoto, Management Analyst, Lisa Li, Management Analyst, Todd Bouey, Interim General Manager, Wilkin Ly, Investment Officer III, and Rod June, Chief Investment Officer, presented and discussed this item with the Board for 22 minutes. Vice President Sidley moved approval, seconded by Commissioner Wilkinson, and adopted by the following vote: Ayes, Commissioners Huynh, Roten, Sohn, Wilkinson, Vice President Sidley, and President Chao -6; Nays, None.
- B. BINDING FIDUCIARY INSURANCE, RESPONSE TO CITY AUDIT REGARDING PURCHASING INSURANCE AS A GROUP AND POSSIBLE BOARD ACTION – Edwin Avanessian, Chief Management Analyst, Todd Bouey, Interim General Manager, Josh Geller, Deputy City Attorney IV, Anna Bell, Vice President, Diane McNally, SVP Insurance Practice Leader, and Dennis Yuen, Senior Broker, with Segal, presented and discussed this item with the Board for one hour. Vice President Sidley moved to approve Option 4 (Side A New Excess over

Full Fiduciary), seconded by Commissioner Sohn, and adopted by the following vote: Ayes, Commissioners Huynh, Sohn, Wilkinson, and Vice President Sidley -4; Nays, Commissioner Roten and President Chao -2.

VII

INVESTMENTS

- A. CHIEF INVESTMENT OFFICER VERBAL REPORT – Rod June, Chief Investment Officer, reported on the portfolio value of \$24.68 billion as of May 26, 2025; and Volatility Index at 19.5. Rod June discussed the following items:
- GLOBAL ISSUES: No material changes in non-U.S. exposure valuations
 - FUTURE AGENDA ITEMS:
 - a. NEPC, LLC presentation regarding Asset Class Interim Targets
 - b. Aksia LLC presentation regarding Private Equity Performance Portfolio Review for the period ending December 31, 2024
- B. PRESENTATION BY TOWNSEND HOLDINGS LLC OF THE PRIVATE REAL ESTATE PORTFOLIO PERFORMANCE REVIEW FOR THE PERIOD ENDING DECEMBER 31, 2024 – Felix Fels, Principal, and Haya Daawi, Vice President, with Townsend Holdings LLC, presented and discussed this item with the Board for 17 minutes.
- C. REAL ESTATE FISCAL YEAR 2025-26 STRATEGIC PLAN AND POSSIBLE BOARD ACTION – Prashant Tewari, Senior Managing Director, Felix Fels, Principal, and Haya Daawi, Vice President, with Townsend Holdings LLC, presented and discussed this item with the Board for 30 minutes. Vice President Sidley moved approval, seconded by Commissioner Roten, and adopted by the following vote: Ayes, Commissioners Huynh, Roten, Sohn, Wilkinson, Vice President Sidley, and President Chao -6; Nays, None.
- D. ADAPTIVE ASSET ALLOCATION POLICY AND STATUS REPORT AND POSSIBLE BOARD ACTION – Commissioner Sohn moved approval, seconded by Vice President Sidley, and adopted by the following vote: Ayes, Commissioners Huynh, Roten, Sohn, Wilkinson, Vice President Sidley, and President Chao -6; Nays, None.
- E. NOTIFICATION OF COMMITMENT OF UP TO \$40 MILLION IN HG SATURN 4 A L.P. – This report was received by the Board and filed.
- F. NOTIFICATION OF COMMITMENT OF UP TO \$25 MILLION IN MAVIK REAL ESTATE SPECIAL OPPORTUNITIES VS2, LP – This report was received by the Board and filed.
- G. NOTIFICATION OF AN ADDITIONAL COMMITMENT OF UP TO \$10 MILLION IN MAYFIELD SELECT III, A DELAWARE LIMITED PARTNERSHIP – This report was received by the Board and filed.

President Chao recessed the meeting for a break at 12:31 p.m. and reconvened the meeting at 12:42 p.m. President Chao recessed the Regular meeting at 12:42 p.m. to convene in closed session.

H. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.81 TO CONSIDER A COMMITMENT IN CARLYLE PROPERTY INVESTORS, L.P. AND POSSIBLE BOARD ACTION

VIII

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)**

President Chao reconvened the Regular meeting at 1:12 p.m. with nothing to report.

IX

OTHER BUSINESS – There was no other business.

X

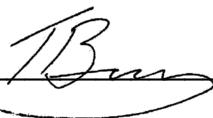
NEXT MEETING: The next Regular meeting of the Board is scheduled for Tuesday, June 10, 2025, at 10:00 a.m., in the LACERS Boardroom, at 977 N. Broadway, Los Angeles, California 90012.

XI

ADJOURNMENT – There being no further business before the Board, President Chao adjourned the meeting at 1:14 p.m.

Annie Chao

Annie Chao
President



Todd Bouey
Manager-Secretary