

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 23, 2019

10:01 a.m.

Agenda of: May 14, 2019

Item No: II

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

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 APRIL 9, 2019 AND POSSIBLE BOARD ACTION – A motion to approve the Regular Board Meeting minutes of April 9, 2019 was moved by Commissioner Serrano, seconded by Vice President Greenwood, and adopted by the following vote: Ayes, Commissioners Elizabeth Lee, Serrano, Sohn, Wilkinson, and Vice President Greenwood, and President Ruiz -6; Nays, None.

III

BOARD PRESIDENT VERBAL REPORT – President Ruiz stated that she attended the LACERS Staff Appreciation Day on April 18, 2019. She shared that it was a very nice event and she complimented staff for organizing such a great event with a variety of activities.

IV

GENERAL MANAGER VERBAL REPORT

- A. REPORT ON DEPARTMENT OPERATIONS – Neil M. Guglielmo, General Manager discussed the following items:
- LACERS Active Member Election certified results received. Annie Chao received 53% of the votes cast.
 - Thanked President Ruiz for attending the LACERS Staff Appreciation Day events.
 - Champion led bike event on April 25, 2019.
 - Feel Like a Million game launch on April 28, 2019.
 - LACERS letter to Budget and Finance Committee regarding proposed budget submitted today.
 - Large CPRA request to LACERS from Coalition of City Unions.
 - Excess Benefits Program discussion with the City Controller.
 - ERIP FAQ to be posted online.
- B. UPCOMING AGENDA ITEMS – Neil M. Guglielmo, General Manager, stated the following future agenda items:
- Retiree health program training from Anthem on May 14, 2019.
 - LACERS proposed budget being presented to the Budget and Finance Committee on May 6, 2019.

V

RECEIVE AND FILE ITEMS

- A. MONTHLY REPORT ON SEMINARS AND CONFERENCES FOR MARCH 2019 – The report was received by the Board and filed.
- B. COMMISSIONER GREENWOOD BOARD EDUCATION EVALUATION ON COUNCIL OF INSTITUTIONAL INVESTORS 2019 SPRING CONFERENCE, WASHINGTON, D.C.; MARCH 4-6, 2019 – The report was received by the Board and filed.

VI

COMMITTEE REPORT(S)

- A. INVESTMENT COMMITTEE VERBAL REPORT ON THE MEETING OF APRIL 9, 2019 – Commissioner Sohn stated that the Investment Committee were introduced presentations by PGIM regarding emerging market debt, Principal Global Investors, LLC regarding the management of an active U.S. mid-cap equities portfolio, and held one closed session item.

VII

CONSENT AGENDA

- A. TRAVEL AUTHORITY – COMMISSIONER CYNTHIA M. RUIZ; HISPANIC HERITAGE FOUNDATION INVESTORS FORUM, OAKLAND, CALIFORNIA; JUNE 6, 2019 AND POSSIBLE BOARD ACTION – Vice President Greenwood moved approval of the following Resolution:

**TRAVEL AUTHORITY
HISPANIC HERITAGE FOUNDATION INVESTORS FORUM
JUNE 6, 2019
OAKLAND, CALIFORNIA

RESOLUTION 190423-A**

WHEREAS, Board approval is required for all international travel requests and travel not included in the Approved List of Educational Seminars;

WHEREAS, the Hispanic Heritage Foundation (HHF) Investors Forum in Oakland, California is not included in the Approved List of Educational Seminars authorized by the Board Education and Travel Policy for Fiscal Year 2018-19, and therefore requires individual approval;

WHEREAS, the sound management of the assets and liabilities of a trust fund imposes a continuing need for all Board Members to attend professional and educational conferences, seminars, and other educational events that will better prepare them to perform their fiduciary duties;

THEREFORE, BE IT RESOLVED, that Commissioner Ruiz is hereby authorized to attend the HHF Investors Forum on June 6, 2019 in Oakland, California.

BE IT FURTHER RESOLVED, that the reimbursement of up to \$600.00 is hereby authorized for reasonable expenses in connection with participation.

Which motion was seconded by Commissioner Serrano, and adopted by the following vote: Ayes, Commissioners Elizabeth Lee, Serrano, Sohn, Wilkinson, Vice President Greenwood, and President Ruiz -6; Nays, None.

VIII

INVESTMENTS

- A. CHIEF INVESTMENT OFFICER VERBAL REPORT – Rod June, Chief Investment Officer, reported on the portfolio value, \$17.554 Billion as of April 22, 2019. Mr. June discussed the following items:
- Staff is working on Private Credit Investment Manager Semi-finalist due diligence.
 - Future agenda items include real estate opportunity and performance reports from consultants.
- B. TRAVEL AUTHORITY – RODNEY JUNE, CHIEF INVESTMENT OFFICER; ALCENTRA LIMITED AND CRESCENT CAPITAL GROUP LP, LONDON, UNITED KINGDOM; MAY 1-2, 2019, AND POSSIBLE BOARD ACTION – Commissioner Serrano moved approval of the following Resolution:

**TRAVEL AUTHORITY
DUE DILIGENCE OF PRIVATE CREDIT MANDATE SEARCH
MAY 1-2, 2019
LONDON, UNITED KINGDOM**

RESOLUTION 190423-B

WHEREAS, Board approval is required for all international travel requests;

WHEREAS, the due diligence of the Private Credit Mandate Search semi-finalists, Alcentra Limited and Crescent Capital Group LP, requires international travel to London, United Kingdom, and therefore requires approval;

WHEREAS, the request to conduct due diligence meetings of the Private Credit Mandate Search semi-finalists, Alcentra Limited and Crescent Capital Group LP, requires international travel and conforms to the LACERS Strategic Plan Board Governance Goal of upholding good governance practices which affirm transparency, accountability, and fiduciary duty and Investment Goal of optimizing long-term risk adjusted returns through superior investments;

THEREFORE, BE IT RESOLVED, that Rodney June, Chief Investment Officer is hereby authorized to travel to London, United Kingdom to conduct due diligence of the Private Credit Mandate Search semi-finalists, Alcentra Limited and Crescent Capital Group LP, on May 1-2, 2019 (travel dates April 29-May 3, 2019);

BE IT FURTHER RESOLVED, that the reimbursement of up to \$4,000 for Rodney June, Chief Investment Officer is hereby authorized for reasonable expenses in connection with participation and will be applied to the 2018-19 Fiscal Year budget.

Which motion was seconded by Commissioner Sohn, and adopted by the following vote: Ayes, Commissioners Elizabeth Lee, Serrano, Sohn, Wilkinson, Vice President Greenwood, and President Ruiz -6; Nays, None.

President Ruiz adjourned the Regular Meeting at 10:27 a.m. to convene in Closed Session.

IX

DISABILITY RETIREMENT APPLICATION(S)

A. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54957(b) TO CONSIDER THE DISABILITY RETIREMENT APPLICATION OF MICHAEL YOUNG AND POSSIBLE BOARD ACTION

President Ruiz reconvened the Regular Meeting at 10:30 a.m. and announced that the Board unanimously approved the Disability Retirement Application of Michael Young.

X

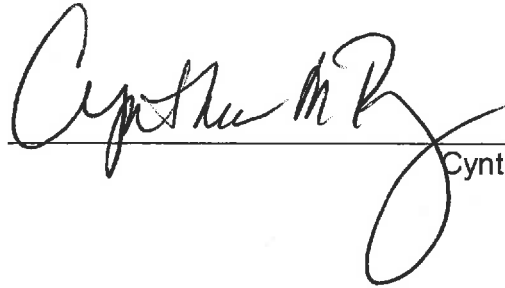
OTHER BUSINESS – Vice President Greenwood discussed issues with Worker’s Compensation. She also discussed allowing Union representatives to attend LACERS retirement counseling sessions and retirement seminars just as the Retired Los Angeles City Employees, Inc. (RLACEI) attends the meetings. After discussion, staff was directed to look into this request and report back with their findings to the Governance Committee and then the Board.

XI

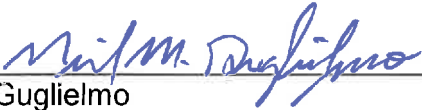
NEXT MEETING – The next Regular meeting of the Board is scheduled for Tuesday, May 14, 2019 at 10:00 a.m. in the LACERS Ken Spiker Boardroom, 202 West First Street, Suite 500, Los Angeles, CA 90012-4401.

XII

ADJOURNMENT – There being no further discussion before the Board, President Ruiz adjourned the meeting at 10:44 a.m.



Cynthia M. Ruiz
President



Neil M. Guglielmo
Manager-Secretary

