

AMENDED as of January 4, 2019

AGENDA

A REGULAR MEETING OF THE BOARD OF INVESTMENTS
LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION
300 N. LAKE AVENUE, SUITE 810, PASADENA, CALIFORNIA 91101

9:00 A.M., WEDNESDAY, JANUARY 9, 2019

*The Board may take action on any item on the agenda,
and agenda items may be taken out of order.*

- I. CALL TO ORDER
- II. ELECTION OF OFFICERS (Election of Chair, Vice Chair, Secretary, and Audit Committee Member)
- III. PLEDGE OF ALLEGIANCE
- IV. APPROVAL OF MINUTES
 - A. Approval of the Minutes of the Regular Meeting of December 12, 2018
- V. REPORT ON CLOSED SESSION ITEMS
- VI. PUBLIC COMMENT
- VII. CHIEF EXECUTIVE OFFICER'S REPORT
(Memo dated December 31, 2018)
- VIII. CHIEF INVESTMENT OFFICER'S REPORT
(Memo dated December 24, 2018)
- IX. CONSENT ITEMS
 - A. Recommendation as submitted by Wayne Moore, Chair, Credit and Risk Mitigation Committee: That the Board approve the issuance of a Request for Proposal for Fixed Income Emerging Managers.
(Memo dated December 15, 2018)

IX. CONSENT ITEMS (Continued)

- B. Recommendation as submitted by Wayne Moore, Chair, Credit and Risk Mitigation Committee: That the Board make the following changes to the Credit structure: 1) Reduce the allocation to High Yield, 2) Increase the allocation to Emerging Market Debt (EMD) and 3) Increase the allocation to bank loans.
(Memo dated December 19, 2018)

- C. Recommendation as submitted by Wayne Moore, Chair, Credit and Risk Mitigation Committee: That the Board approve the following changes to the Investment Grade Bonds structure: 1) Adopt Core and Core Plus allocation targets of 80% and 20%, respectively (both with +/- 10% ranges), and 2) Re-categorize Dodge & Cox as Core Plus.
(Memo dated December 19, 2018)

- D. Recommendation that the Board approve attendance of Board members at the 2019 Forum for Institutional Investors: Protecting Shareholder Rights on April 10-13, 2019 in New Orleans, Louisiana and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy.
(Placed on the agenda at the request of Mr. Green)
(Memo dated December 20, 2018)

- E. Recommendation that the Board Approve attendance of Board members at the 2019 PPI Study Mission to Mexico City on March 3-5, 2019 in Mexico City, Mexico and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Placed on the agenda at the request of Mr. Santos)
(Memo dated December 21, 2018)

X. NON-CONSENT

- A. Recommendation as submitted by Lou Lazatin, Chief Executive Officer: That the Board review the 2019 meeting schedule, and consider rescheduling the Wednesday, May 8, 2019 and Wednesday, November 13, 2019 BOI meetings. (Memo dated December 19, 2018)

- B. Recommendation as submitted by Barry W. Lew, Legislative Affairs Officer: That the Board adopt the revised Legislative Policy.
(Memo dated December 24, 2018)

XI. REPORTS

- A. 2019 Board of Investments & Committee Meeting Calendar and Work Plan
Jonathan Grabel, Chief Investment Officer
(Memo dated December 18, 2018)
- B. Investment Fee Structure
Jude Perez, Principal Investment Officer
Steve McCourt, Meketa Investment Group
Tim Filla, Meketa Investment Group
(Memo dated December 20, 2018)
- C. Actuarial Educational Session
Beulah Auten, Chief Financial Officer
Nick Collier, Milliman
(Memo dated December 24, 2018)
- D. State Street Update
Jonathan Grabel, Chief Investment Officer
(Memo dated December 20, 2018)
- E. Real Estate Performance – 2nd Quarter 2018
John McClelland, Principal Investment Officer
Jennifer Stevens, Townsend Group
(Memo dated December 19, 2018)
- F. Investment – Related Services Procurement Process
John McClelland, Principal Investment Officer
(Memo dated December 19, 2018)
- G. Potential Use of E-Voting Procedure for 2019 Board Elections
Lou Lazatin, Chief Executive Officer
Steven P. Rice, Chief Counsel
(Memo dated December 31, 2018)
- H. Implementation Update on LACERA Pension Trust Strategic Asset Allocation
Jonathan Grabel, Chief Investment Officer
(For Information Only) (Memo dated December 20, 2018)

XI. REPORTS (Continued)

- I. Update on Potential LACERA Sponsorship of Legislation on Compensation for Board Meeting Attendance
Barry W. Lew, Legislative Affairs Officer
(For Information Only) (Memo dated December 24, 2018)
- J. Monthly Status Report on Board of Investments Legal Projects
Steven P. Rice, Chief Counsel
(For Information Only) (Memo dated January 2, 2019)
- K. Update on Resolution of Trustee Sanchez Conflict of Interest Issue
Steven P. Rice, Chief Counsel
(For Information Only) (Memo dated December 31, 2018)
- L. Meketa Investment Group Self-Evaluation
Stephen McCourt, Meketa Investment Group
Leandro Festino, Meketa Investment Group
Tim Filla, Meketa Investment Group
(For Information Only) (Memo dated December 31, 2018)
- M. December 2018 Fiduciary Counsel Contact and Billing Report
Steven P. Rice, Chief Counsel
(Memo dated January 2, 2019) (Privileged and Confidential)
(Attorney-Client Communication/Attorney Work Product)

XII. ITEMS FOR STAFF REVIEW

XIII. GOOD OF THE ORDER
(For information purposes only)

XIV. EXECUTIVE SESSION

- A. Conference with Staff and Legal Counsel to Consider the Purchase or Sale of Particular, Specific Pension Fund Investments
(Pursuant to California Government Code Section 54956.81)
 - 1. Other Manager: 3
 - 2. Other Manager: 2
 - 3. LAV BIOSCIENCES FUND V, L.P.
 - 4. AG Asia Realty Fund IV

XIV. EXECUTIVE SESSION (Continued)

- B. Conference with Legal Counsel - Pending Litigation (Pursuant to Paragraph (1) of Subdivision (d) of California Government Code Section 54956.9).

1. LACERA v. BHP Billiton Limited, et al, etc.
Victoria Registry, Federal Court of Australia,
Case No. VID1218/2018

- C. Conference with Labor Negotiators
(Pursuant to Government Code Section 54957.6)

LACERA Designated Representatives:
John Popowich, Assistant Executive Officer
John Nogales, Director, Human Resources

Employee Organization:
SEIU, Local 721

XV. ADJOURNMENT

Documents subject to public disclosure that relate to an agenda item for an open session of the Board of Investments that are distributed to members of the Board of Investments less than 72 hours prior to the meeting will be available for public inspection at the time they are distributed to a majority of the Board of Investments Members at LACERA's offices at 300 N. Lake Avenue, Suite 820, Pasadena, CA 91101, during normal business hours of 9:00 a.m. to 5:00 p.m. Monday through Friday.

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