

MINUTES OF THE REGULAR MEETING OF THE BOARD OF RETIREMENT

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, SUITE 810, PASADENA, CA

9:00 A.M., THURSDAY, SEPTEMBER 13, 2018

PRESENT: Vivian H. Gray, Chair
Marvin Adams, Secretary
Alan Bernstein
JP Harris (Alternate Retired)
Shawn R. Kehoe
Thomas Walsh
Gina Zapanta-Murphy

ABSENT: Joseph Kelly
William Pryor (Alternate Member)
Les Robbins
Herman Santos, Vice Chair

STAFF ADVISORS AND PARTICIPANTS

Robert R. Hill, Interim Chief Executive Officer
James Brekk, Interim Deputy Chief Executive Officer
Steven P. Rice, Chief Counsel
Andrew Erickson, State Update
Elaine Salon, Staff Counsel

STAFF ADVISORS AND PARTICIPANTS (Continued)

Andrew Erickson, State Street

I. CALL TO ORDER

The meeting was called to order by Ms. Gray at 9:06 a.m., in the Board Room of Gateway Plaza.

II. PLEDGE OF ALLEGIANCE

Mr. Harris led the Board Members and staff in reciting the Pledge of Allegiance.

III. APPROVAL OF MINUTES

A. Approval of the Minutes of the Regular Meeting of August 9, 2018

Mr. Adams made a motion, Mr. Bernstein seconded, to approve the minutes of the regular meeting of August 9, 2018. The motion passed unanimously by all members present.

IV. OTHER COMMUNICATIONS

A. For Information

1. Awards

Mr. Hill recognized the graduating trainees of the Core Benefits Class. The graduates are Maria Calderon, Sydney Lam, Abigail Lomboy, Alejandro Ochoa, Aurelia Okafor-Smith, Maritza Perez, Christian Pieratt, Edwin Tom, and Ashley Tran.

IV. OTHER COMMUNICATIONS (Continued)

2. July 2018 All Stars

Mr. Brekk announced the eight winners for the month of July: Paola Villegas, Rosetta Chang, Ruben Puente, Debbie Goldasich, Regina Harris, Clarence Malone, Dmitriy Khaytovich and Allan Cochran for the Employee Recognition Program. Justin Chiu was the Web Watcher winner and Margaret Chwa, Diana Huang, Steven Alexander, and Melvia Tsao were the winners of LACERA's RideShare Program.

3. Interim Chief Executive Officer's Report
(Memo dated August 31, 2018)

Mr. Hill shared that staff has been working closely with the Chief Executive Officer at CALAPRS to make the retirement transfer process more effective. Furthermore, Barry Lew, James Brekk, and Joe Ackler visited State Legislators in Sacramento earlier this month. Lastly, Mr. Hill provided the Board with a timeline regarding the OPEB valuation.

V. PUBLIC COMMENT

There were no requests from the public to speak.

VI. CONSENT ITEMS

Mr. Bernstein made a motion, Mr. Adams seconded, to approve the following items. The motion passed unanimously by all members present.

- A. Recommendation as submitted by Les Robbins, Chair, Insurance, Benefits & Legislative Committee: That the Board adopt an "Oppose" position on H.R. 6290, which would enact the Public Employee Pension Transparency Act (PEPTA). (Memo dated August 28, 2018)

VI. CONSENT ITEMS (Continued)

- B. Recommendation as submitted by Robert R. Hill, Interim Chief Executive Officer: That the Board approve attendance of Board members at the 2018 Crypto Invest Summit on October 22-24, 2018 in Los Angeles, California and approve reimbursement of all travel costs incurred in accordance with LACERA's Educational and Travel Policy. (Placed on the agenda at the request of Mr. Kehoe)
(Memo dated September 4, 2018)

VII. REPORTS

- A. State Street Update
Andrew Erickson, Executive Vice President

(This Item was held after Item V. Public Comment)

Mr. Erickson provided an update to the Board.

- B. For Information Only as submitted by Beulah S. Auten, Chief Financial Officer regarding the 2019 STAR COLA Program.
(Memo dated August 28, 2018)

This Item was received and filed.

- C. For Information Only as submitted by Steven P. Rice, Chief Counsel, regarding the August 2018 Fiduciary Counsel Contact and Billing Report. (Memo dated September 4, 2018) (Privileged and Confidential Attorney-Client Communication/Attorney Work Product)

This Item was received and filed.

- D. For Information Only as submitted by the CEO Search Ad-Hoc Committee and Korn Ferry regarding the CEO Search Update.
(Memo dated September 5, 2018)

This Item was received and filed.

VIII. REPORT ON STAFF ACTION ITEMS

There was nothing to report.

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

Mr. Kehoe recognized the Board members pursuing their NACD Board Leadership Fellowship.

X. EXECUTIVE SESSION

A. Conference with Legal Counsel - Anticipated Litigation
Significant Exposure to Litigation (Pursuant to Paragraph (2) of
Subdivision (d) of California Government Code Section 54956.9)

1. Suzanne Collins

The Board met in Executive Session with counsel, pursuant to Paragraph (2) of Subdivision (d) of California Government Code Section 54956.9. The Board unanimously voted by a motion made by Mr. Kehoe, seconded by Mr. Adams, to deny the administrative appeal but put her in the position she would have been in 2009 upon her payment of appropriate amounts.

B. Conference with Legal Counsel - Anticipated Litigation
Significant Exposure to Litigation (Pursuant to Paragraph (2) of
Subdivision (d) of California Government Code Section 54956.9)

Number of Potential Cases: One

The Board met in Executive Session with counsel, pursuant to Paragraph (1) of Subdivision (d) of California Government Code Section 54956.9. There is nothing to report.

X. ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 9:42 a.m.

September 13, 2018

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MARVIN ADAMS, SECRETARY

VIVIAN H. GRAY, CHAIR