

REVISED as of March 5, 2018

MINUTES OF THE SPECIAL MEETING OF THE  
BOARD OF RETIREMENT AND BOARD OF INVESTMENTS  
LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

THE HYATT REGENCY  
200 SOUTH PINE AVENUE, LONG BEACH, CA

THURSDAY, FEBRUARY 1, 2018  
9:00 A.M. – BEACON BALLROOM

PRESENT: David Green, BOI Chair  
Shawn Kehoe, BOI Vice Chair  
Joseph Kelly,  
Vivian Gray, BOR Chair  
Herman B. Santos, BOR Vice Chair  
Marvin Adams, BOR Secretary  
Wayne Moore, BOI Secretary  
David Muir  
Ronald Okum  
Gina V. Sanchez  
Michael Schneider  
Thomas Walsh

STAFF ADVISORS AND PARTICIPANTS

Robert R. Hill, Interim Chief Executive Officer  
Jonathan Gabel, Chief Investment Officer

STAFF ADVISORS AND PARTICIPANTS (Continued)

Steven P. Rice, Chief Counsel

Harvey Leiderman, Reed Smith LLP, Outside Fiduciary Counsel

Vache Mahseredjian, Principal Investment Officer

Ted Wright, Principal Investment Officer

Christopher Wagner, Principal Investment Officer

John McClelland, Principal Investment Officer

James Rice, Senior Investment Officer

Meketa Investment Group

Leandro Festino, Managing Principal

Stephen McCourt, Managing Principal

John Haggerty, Managing Principal

Edmund Walsh, Vice President

StepStone Group LP

Jose Fernandez, Partner

Todd Lapenna, Infrastructure & Real Assets Investor &  
Advisor

The Townsend Group

Jennifer Stevens, Principal

I. WELCOME

Mr. Green welcomed everyone to the 2018 Board Offsite at 9:02 a.m.

II. PUBLIC COMMENT

There were no requests from the public to speak.

### III. ACTION ITEMS

- A. Recommendation as submitted by Robert R. Hill, Interim Chief Executive Officer: That the Board approve rescheduling the March and November Board of Investments meeting to March 5, 2018 and November 8, 2018, respectively. (Memo dated January 23, 2018)

Mr. Santos made a motion, Mrs. Sanchez seconded, to approve the agenda item. The motion passed unanimously.

- B. IN THE EVENT NOT ACTED UPON BY ONE OR BOTH OF THE BOARDS UNDER ITEM III.A OF THE JANUARY 30, 2018 AGENDA: The Chairs of the Board of Retirement and Board of Investments (Boards) recommend that the Boards dissolve the Joint Organizational Governance Committee (JOGC), terminate its Charter and the Boards' prior delegation of duties to the JOGC, and rescind the Boards' September 11, 2017 action directing that the JOGC conduct the Chief Executive Officer recruitment. The former responsibilities of the JOGC will return to the Boards and their duly created committees for actions appropriate on a case-by-case basis, in accordance with applicable law and LACERA policy. (Memo dated January 24, 2018)

Mr. Santos made a motion, Mrs. Sanchez seconded, to approve the agenda item.

Mr. Muir made a substitute motion, Mr. Kehoe seconded, to table this agenda item and refer the matter to a future joint meeting of the Boards. The motion failed (roll call) with Messrs. Kehoe, Kelly, Muir, Okum voting yes; and Messrs. Moore, Santos, Schneider, Chair Green, and Mrs. Sanchez voting no.

The motion to approve the agenda item passed (roll call) with and Messrs. Moore, Santos, Schneider, Chair Green, and Mrs. Sanchez voting yes; and Messrs. Kehoe, Kelly, Muir, Okum voting no.

III. ACTION ITEMS (Continued)

- C. IN THE EVENT NOT ACTED UPON BY ONE OR BOTH OF THE BOARDS UNDER ITEM III.B OF THE JANUARY 30, 2018 AND JANUARY 31, 2018 AGENDAS: Board of Retirement and Board of Investments Elections of Joint Organizational Governance Committee Members.

Due to the action on Item III. B, this item became moot.

IV. BRIDGING THE GAP: ACHIEVING ACTUARIAL TARGET IN A LOW EXPECTED RETURN ENVIRONMENT

Jon Grabel provided a presentation to the Board.

V. ADVANCES IN ASSET ALLOCATION AND RISK MANAGEMENT

Meketa Investment Group, Inc. provided a presentation to the Board.

VI. FIDUCIARY COUNSEL

Harvey L. Leiderman provided a presentation to the Board.

VII. REAL ASSETS: ROLE AND IMPLEMENTATION IN A PORTFOLIO

Meketa Investment Group, Inc., Stepstone Group, L.P., The Townsend Group, and Investment staff provided a presentation to the Board.

VIII. INVESTMENT EXPENSE ANALYSIS

Several staff from the Investment team provided a presentation to the Board.

IX. CLOSING

There being no further business to come before the Board, the meeting was adjourned at 3:08 p.m.

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WAYNE MOORE, SECRETARY

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DAVID GREEN, CHAIR