



San Joaquin County Employees Retirement Association

MINUTES

**BOARD MEETING
SAN JOAQUIN COUNTY EMPLOYEES RETIREMENT ASSOCIATION
BOARD OF RETIREMENT
FRIDAY, AUGUST 14, 2020
AT 9:00 AM
Location: Via Zoom Client**

1.0 ROLL CALL

1.01 MEMBERS PRESENT: Emily Nicholas, Michael Duffy, Katherine Miller (out at 12:03 p.m.), Margo Praus, Raymond McCray (in at 9:23 a.m.), and Michael Resuccia presiding

MEMBERS ABSENT: Phonxay Keokham, Jennifer Goodman, Chanda Bassett, and Adrian Van Houten

STAFF PRESENT: Chief Executive Officer Johanna Shick, Assistant Chief Executive Officer Kathy Herman, Retirement Investment Officer Chris Wisdom, Financial Officer Lily Cherng, Management Analyst III Greg Frank, Department Information Systems Analyst II Lolo Garza, and Information Systems Specialist II Jordan Regevig

OTHERS PRESENT: Deputy County Counsel Jason Morrish, David Sancewich, Ryan Lobdell, Peter King, and David Glickman of Meketa Investment Group.

2.0 PLEDGE OF ALLEGIANCE

2.01 Led by Michael Restuccia

3.0 APPROVAL OF MINUTES

3.01 Approval of the minutes for the Board Meeting of July 10, 2020

3.02 The Board voted unanimously (5-0) to approve the Minutes of the Board Meeting of July 10, 2020. (Motion: Praus; Second: Duffy)

4.0 PUBLIC COMMENT

4.01 J.C. Weydert complimented Ashley Dunning's presentation on the Alameda decision and wished the Board success in its implementation decisions.

5.0 CONSENT ITEMS

5.01 Service Retirement (18)

5.02 The Board voted unanimously (5-0) to approve the Consent Items. (Motion: Praus; Second: Miller)

6.0 ACTUARIAL REPORTS AND 2021 RETIREMENT CONTRIBUTION RATES

6.01 Annual Actuarial Valuation Report as of January 1, 2020 prepared by Cheiron

6.02 Resolution 2020-08-01 titled "Actuarial Report and 2021 Retirement Contribution Rates"

6.03 The Board voted unanimously (6-0) to accept the actuarial report, approve the retirement contribution rates for 2021 and adopt Resolution 2020-08-01. (Motion: Duffy; Second: Praus)

6.04 NOTE: Agenda Item 12.0 was taken up next out of order

7.0 LEGAL EDUCATION SESSION

7.01 Presentation by Ashley Dunning of Nossaman LLP regarding California Supreme Court decision in Alameda County Deputy Sheriffs' Assn. v. Alameda County Employees' Retirement Assn.

7.02 *NOTE: Agenda Item 13.0 was taken next out of order*

8.0 CONSULTANT REPORTS PRESENTED BY DAVID SANCEWICH OF MEKETA INVESTMENT GROUP

8.01 Monthly Investment Performance Updates

- 01 Receive and File Manager Performance Flash Report - June 2020
- 02 Receive and File Capital Markets Outlook and Risk Metrics - July 2020

8.02 Risk Parity Structure Review

8.03 Real Estate Pacing Study

- 01 **The Board voted unanimously (5-0) to adopt the Real Estate Pacing Plan. (Motion: McCray; Second: Praus)**

8.04 Board accepted and filed reports.

9.0 STAFF REPORTS

9.01 Legislative Summary Report

9.02 Trustee and Executive Staff Travel

- 01 Conferences and Events Schedule for 2020
 - a NCPERS 2020 Public Pension Funding Forum
- 02 Summary of Pending Trustee and Executive Staff Travel
- 03 Summary of Completed Trustee and Executive Staff Travel

9.03 Board accepted and filed reports.

9.04 CEO Report

In addition to the CEO report, CEO Shick stated staff and Meketa approved amendments to Walton Street Investment documents. She reported staff observed Sonoma County Employees' Retirement Association's cyber security presentation and recommended bringing a similar educational session to the Board in the fall.

- 01 Pension System Enhancement Project

10.0 CORRESPONDENCE

10.01 Letters Received

- 01 July 27, 2020 Capital Prospects, LLC

10.02 Letters Sent

10.03 Market Commentary/Newsletters/Articles

- 01 FundFire Article re: Meketa Remote Due Diligence Process July 21, 2020
- 02 NCPERS The Monitor July 2020
- 03 Research Affiliates July 2020

11.0 COMMENTS

- 11.01 Trustees McCray, Restuccia, and Praus each thanked Retirement Officer Chris Wisdom for his contributions to SJCERA and wished him well in his future endeavors.

12.0 REAL ESTATE MANAGER PRESENTATION

- 12.01 Presentation by Aaron Snegg, Matt Novak, and Andrew Holmberg of Berkeley Partners
- 12.02 The Board took no action on the presentation in open session.

13.0 CLOSED SESSION

THE CHAIR CONVENED A CLOSED SESSION AT 11:03 A.M. THE CHAIR ADJOURNED THE CLOSED SESSION AND RECONVENED THE OPEN SESSION AT 1:03 P.M.

13.01 PURCHASE OR SALE OF PENSION FUND INVESTMENTS CALIFORNIA GOVERNMENT CODE SECTION 54956.81

- 01 Counsel reported that on February 14, 2020, the Board unanimously approved and investment of \$50 million in GQG Partners Emerging Markets Equity fund, and has authorized the CEO to sign the necessary documents and further approved Resolution 2020-08-02 titled "GQG Partners Emerging Markets Equity Fund".

13.02 PERSONNEL MATTERS CALIFORNIA GOVERNMENT CODE SECTION 54957 EMPLOYEE DISABILITY RETIREMENT APPLICATIONS (2)

- 01 Disability Retirement Consent (2)

Counsel reported that in Closed Session the Board took the following action on personnel matters:

- a Clinic Services Coordinator
Service-Connected Disability

The Board voted unanimously (5-0) to grant the applicant a Service-Connected Disability Retirement. (Motion: Duffy; Second: McCray)

- b Deputy Sheriff II
Service-Connected Disability

The Board voted unanimously (5-0) to grant the applicant a Service-Connected Disability Retirement and refer to Human Resources pursuant to Government Code Section 31725.65. (Motion: Duffy; Second: McCray)

13.03 CONFERENCE WITH LEGAL COUNSEL - PENDING LITIGATION CALIFORNIA GOVERNMENT CODE SECTION 54956.9(d)(2)

- 01 Significant Exposure to Litigation (1 Case)

Counsel noted there was nothing to report from closed session regarding this subject.

14.0 BOARD OF RETIREMENT COMMITTEE ASSIGNMENTS

14.01 Chair Restuccia reviewed the committee assignments and made the following changes: Trustee Keokham replaced Trustee Duffy on the Administrative Committee; Trustee Bassett replaced Trustee Keokham on the CEO Performance Review Committee.

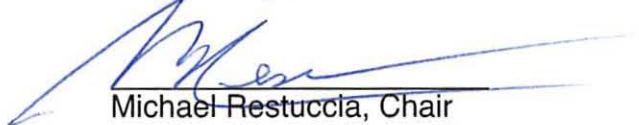
15.0 CALENDAR

15.01 Board Meeting, September 11, 2020 at 9:00 AM

16.0 ADJOURNMENT

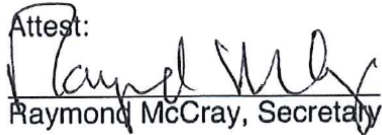
16.01 There being no further business the meeting was adjourned at 2:04 p.m.

Respectfully Submitted:



Michael Restuccia, Chair

Attest:



Raymond McCray, Secretary