



San Joaquin County Employees Retirement Association

MINUTES

BOARD MEETING SAN JOAQUIN COUNTY EMPLOYEES RETIREMENT ASSOCIATION BOARD OF RETIREMENT FRIDAY, SEPTEMBER 9, 2022 AT 9:00 AM

Location: SJCERA Board Room, 6 S. El Dorado Street, Suite 400, Stockton, California.

1.0 ROLL CALL

1.01 MEMBERS PRESENT: Phonxay Keokham, Emily Nicholas, Michael Duffy, Chanda Bassett, JC Weydert, Steve Moore, Raymond McCray and Michael Restuccia, presiding.

MEMBERS ABSENT: Jennifer Goodman, Robert Rickman

STAFF PRESENT: Chief Executive Officer Johanna Shick, Assistant Chief Executive Officer Brian McKelvey, Retirement Investment Officer Paris Ba (Via Zoom), Management Analyst III Greg Frank, Information Systems Manager Adnan Khan, Information Systems Analyst II Lolo Garza, Administrative Secretary Elaina Petersen

OTHERS PRESENT: Deputy County Counsel Jason Morrish, Graham Schmidt of Cheiron, David Sancewich and Erik White (Via Zoom) of Meketa

2.0 PLEDGE OF ALLEGIANCE

2.01 Led by Michael Duffy

3.0 APPROVAL OF MINUTES

3.01 Minutes for the Board Meeting of August 12, 2022

3.02 The Board voted unanimously (7-0) to approve the Minutes of the Board Meeting of August 12, 2022. (Motion: Bassett; Second: Duffy)

4.0 PUBLIC COMMENT

4.01 There was no public comment

5.0 CONSENT ITEMS

5.01 Service Retirement (15)

5.02 The Board voted unanimously (7-0) to approve the Consent Calendar items. (Motion: Weydert; Second: Bassett)

6.0 ACTUARIAL VALUATION REPORT AND 2023 RETIREMENT CONTRIBUTION RATES

6.01 Presented by Graham Schmidt of Cheiron

01 Annual Actuarial Valuation Report as of January 1, 2022

6.02 The Board received and filed report

6.03 Resolution 2022-09-01 titled "2023 Retirement Contribution Rates"

6.04 The Board voted unanimously (7-0) to approve the retirement contribution rates for 2023 and adoption of Resolution 2022-09-01. (Motion: McCray; Second: Keokham)

7.0 IMPLEMENTATION OF LOW-DEFAULT-RISK OBLIGATION MEASURE

7.01 Presentation by Graham Schmidt of Cheiron

- 01 Cheiron Advisory: LDRM for Public Plans
<https://cheiron.us/cheironHome/viewArtAction.do?artID=379>

7.02 The Board received and filed report

8.0 INVESTMENT CONSULTANT REPORTS

8.01 Presentation by David Sancewich of Meketa Investment Group

01 Quarterly Reports from Investment Consultant for Period Ended June 30, 2022

- a Investment Performance Report
- b Manager Certification Report
- c Manager Review Schedule

02 Monthly Investment Performance Updates

- a Manager Performance Flash Report - July 2022
- b Economic and Market Update - Data as of July 31, 2022

8.02 The Board received and filed reports

9.0 STAFF REPORTS

9.01 Trustee and Executive Staff Travel

- 01 Conferences and Events Schedule for 2022
- 02 Summary of Pending Trustee and Executive Staff Travel
- 03 Summary of Completed Trustee and Executive Staff Travel

9.02 The Board received and filed reports

9.03 Legislative Summary Report

9.04 CEO Report

In addition to the written report, CEO Shick reported: (1) SJCERA has a new website online and praised Communications Officer Kendra Fenner and Information Systems Specialist II Jordan Regevig for their outstanding work. (2) she has meetings with seven of SJCERA'S nine participating employers for their input on 2023 Action Plan goals and to ask how SJCERA can serve them better.

9.05 The Board received and filed reports

10.0 CORRESPONDENCE

10.01 Letters Received (0)

10.02 Letters Sent (0)

10.03 Market Commentary/Newsletters/Articles

- 01 Fin News
Despite Global Turmoil, Here's Why Investors Shouldn't
Write Off Emerging Markets: Meketa
July 18, 2022
- 02 Fundfire
Low Inflation Won't Return Pimco Economist Says
August 23, 2022

- 03 Fundfire
Pension Funds Cut Stakes in Office
Buildings in Favor of Warehouses, Labs
August 26, 2022
- 04 Meketa Investment Group
Whitepaper
Non-Core Real Estate
August 2022
- 05 NCPERS Monitor
August 2022
- 06 Institutional Investor
Evidence that Private Equity Managers Inflate Fund Values When Raising Money
August 30, 2022

11.0 COMMENTS

- 11.01** Comments from members of the Board: Trustee Michael Duffy praised the new SJCERA website. Trustee Phonxay Keokahm remarked the new system was modern and looks great. Trustee Chanda Bassett asked if the new website system captured what visitors are viewing, what is most popular. Assistant Chief Executive Officer Brian McKelvey said Google Analytics will be used to look at that data. Trustee JC Weydert asked for more information regarding Hawaii's Investment approach, and raised concerns about ESG investing, noting power shortages in Europe and the amount of fossil fuel it takes to build batteries for electric cars. There are more studies that need to be done on environmental impact.

12.0 CLOSED SESSION

THE CHAIR CONVENED CLOSED SESSION AT 10:29 A.M. AND ADJOURNED THE CLOSED SESSION AND RECONVENED THE OPEN SESSION AT 10:32 A.M.

- 12.01** Personnel Matters
California Government Code Section 54957
Employee Disability Retirement Application(s) (2)

01 Consent items

- a Yolanda Henry
Child Support Supervisor
Child Support Service

The Board voted unanimously (7-0) to accept the findings and recommendation of the Administrative Law Judge and approve the application for service-connected disability retirement. (Motion: Duffy; Second: Bassett)

- b Donald R. Jackson
Tree Crew Worker
Public Works-Road Main Central

The Chair pulled this item from the agenda at staff's request; no discussion or action.

13.0 CALENDAR

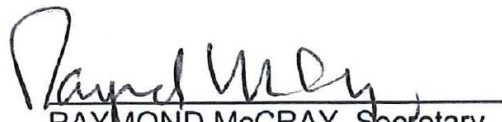
- 13.01** Board Meeting October 5, 2022, at 9:00 AM
- 13.02** Investment Round Table October 6, 2022, at 8:00 AM
- 13.03** Board Meeting November 4, 2022, at 9:00 AM

14.0 ADJOURNMENT

14.01 There being no further business the meeting was adjourned at 10:33 AM. The Board took a break from 10:25 AM to 10:29 AM.

Respectfully Submitted:


Michael Restuccia, Chair


RAYMOND McCRAY, Secretary