



San Joaquin County Employees Retirement Association

MINUTES

BOARD MEETING SAN JOAQUIN COUNTY EMPLOYEES RETIREMENT ASSOCIATION BOARD OF RETIREMENT FRIDAY, APRIL 14, 2023 AT 9:01 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, Chanda Bassett, Jennifer Goodman, Steven Ding (out at 11:30 a.m.), JC Weydert, Steve Moore, Michael Duffy, Raymond McCray and Michael Restuccia presiding

MEMBERS ABSENT: None.

STAFF PRESENT: Chief Executive Officer Johanna Shick, Assistant Chief Executive Officer Brian McKelvey, Retirement Investment Officer Paris Ba, Management Analyst III Greg Frank, Information Systems Analyst II Lolo Garza, Information Systems Specialist II Jordan Regevig, Administrative Secretary Elaina Petersen, Retirement Services Associate Ron Banez, Retirement Services Associate Andrea Bonilla

OTHERS PRESENT: Deputy County Counsel Jason Morrish, Disability Attorney Vivian Shultz, David Sancewich of Meketa

2.0 PLEDGE OF ALLEGIANCE

2.01 Led by Phonxay Keokham

3.0 MEETING MINUTES

3.01 Minutes for Board Meeting of March 10, 2023

3.02 Minutes for Audit Committee Meeting of March 10, 2023

3.03 The Board voted unanimously (9-0) to approve the Minutes of the Board Meeting of March 10, 2023 (Motion: Duffy; Second: Weydert)

4.0 PUBLIC COMMENT

4.01 There was no public comment

5.0 CONSENT ITEMS

5.01 Service Retirements (14)

5.02 General (1)

01 Required Minimum Distribution Policy

a Required Minimum Distribution Policy - Mark-up

b Required Minimum Distribution Policy - Clean

5.03 The Board voted unanimously (9-0) to approved the Consent Items (Motion: Bassett; Second: Duffy)

6.0 DISABILITY RETIREMENT EDUCATION

6.01 Presentation by Disability Counsel Vivian Shultz

7.0 INVESTMENT CONSULTANT REPORTS

7.01 Presentation by David Sancewich of Meketa Investment Group

01 Manager Performance Flash Report

02 Economic and Market Update

7.02 The Board received and filed reports

7.03 Public Credit Review

7.04 After discussion, the Board supported the recommendation for staff and consultant to continue to assess the optimal structure of the liquid credit portfolio.

8.0 PORTFOLIO LIQUIDITY AND CASH ANALYSIS

8.01 Presentation by David Sancewich of Meketa Investment Group

8.02 Following discussion, the Board voted unanimously (9-0) to accept a modified recommendation from Meketa to eliminate the equity component of SJCERA's cash overlay strategy with Parametric, and to change the fixed income component of the cash overlay strategy to target treasury bonds with a maximum maturity of five (5) years with an average duration of two to three (2-3) years. (Motion: McCray; Second: Goodman)

9.0 DIVERSIFIER STRATEGY MANAGER SEARCH UPDATE

9.01 Presentation by David Sancewich of Meketa Investment Group

9.02 The Board received and filed report

10.0 SACRS BOARD OF DIRECTORS ELECTIONS

10.01 SACRS Board of Director Elections - 2023-2024 - Final Ballot

10.02 The Board votes unanimously (9-0) to support the SACRS Nominating Committees recommended slate for the 2023-2024 SACRS Board of Directors (Motion: Bassett; Second: Keokham)

11.0 STAFF REPORTS

11.01 Trustee and Executive Staff Travel

01 Conferences and Events Schedule 2023

02 Summary of Pending Trustee and Executive Staff Travel

03 Summary of Completed Trustee and Executive Staff Travel

11.02 The Board received and filed reports

11.03 Quarterly Operations Reports

01 Pending Member Accounts Receivable - First Quarter 2023

02 Disability Quarterly Report - Statistics

03 Pension Administration System Update

11.04 Legislative Summary Report

11.05 CEO Report

Prior to CEO Shick's report, Deputy County Counsel Jason Morrish announced he is leaving San Joaquin County to become General Counsel to Sacramento County Employees' Retirement System (SCERS). CEO Shick noted that Counsel Morrish has been an integral part of the SJCERA team and she has enjoyed working with him. She further noted that this change is an opportunity to assess how best to staff our General Counsel needs and Management Analyst III Greg Frank has started that analysis. In the interim Attorney Ashley Dunning of Nossaman will be available to serve as General Counsel.

In addition to the written report, CEO Shick reported: SJCERA will observe National Super Hero Day on Friday April 28 and will also join the County's 'Star Wars Day' on May the Fourth.

11.06 The Board received and filed reports

12.0 CORRESPONDENCE

12.01 Letters Received (0)

12.02 Letters Sent (0)

12.03 Market Commentary/Newsletters/Articles

01 Verus

The Investment World in 2023: Time for the New Simplicity?
March 2023

02 The NCPERS Monitor

March 2023

03 NCPERS

PERSist

Spring 2023

04 Meketa Investment Group

Whitepaper

Risk Mitigating Strategies (RMS) Framework

March 2023

05 Stone Harbor Investment Partners

Assessing and Tracking the Macro Fallout of Banking Stress

March 2023

06 BlackRock Alternatives

2023 Private Markets Outlook

A new era for investors

2023

13.0 COMMENTS

- 13.01** Trustee Weydert commented that he thought the Verus report on simplicity in investing was very good. Trustee Weydert requested staff place his attendance at the September IREI meeting on the May agenda for approval. Trustee Moore thanked RIO Paris Ba for her prompt response to investment question about exposure over the recent banking issues and the possible agriculture exposure. Trustee Moore also asked about business cards for Trustees that want them. Board discussion was held and it was agreed if a trustee requests business cards, SJCERA would order and pay for them, using the organizations existing business card layout. Trustee Duffy noted he was sad to see Counsel Morrish leave noting he has contributed so much to SJCERA.

14.0 CLOSED SESSION

The Chair convened Closed Session at 11:40 a.m. and adjourned Closed Session and reconvened Open Session at 11:52 a.m.

14.01 Personnel Matters

California Government Code Section 54957
Employee Disability Retirement Application(s) (5)

01 Consent Items

- a Kara C. Barclay
Office Assistant Specialist
Non-Service Connected Disability
- b Otilio G. Bautista
Deputy Sheriff II
Service Connected Disability
- c Cherie A. Flores
Employment Training Specialist II
Service Connected Disability
- d Joshua D. Thomas
Correctional Sergeant
Service Connected Disability
- e Yiselle Zavala
Correctional Officer
Service Connected Disability

02 The Board voted unanimously (8-0) to grant the applications for disability retirement (Motion: Duffy: Second: Keokham)

14.02 Conference with Real Property Negotiator - California Government Code Section 54956.8

01 Property: 6 S. El Dorado Street, Suite 400
Stockton, California 95202

Negotiating parties: Johanna Shick, Chief Executive Officer, SJCERA
Connie Hart, Assistant Director General Services,
San Joaquin County

Under negotiation: Lease price and terms

14.03 Counsel noted that, other than item 15.0 on the agenda and those reported under 14.01 above, there was nothing further to report out of closed session.

15.0 REPORT OUT OF CLOSED SESSION

15.01 On December 9, 2022, the Board voted unanimously to approve Resolution 2023-04 -01 titled "Silver Rock Tactical Allocation Strategy Vintage 2022 Fund" and to authorize the CEO to sign the necessary documents to invest \$62.5 million in the fund.

16.0 CALENDAR

16.01 Board Meeting May 5, 2023 at 9:00 a.m.

16.02 Audit Committee Meeting May 15, 2023 at 10:00 a.m.

16.03 Board Meeting June 2, 2023 at 9:00 a.m.

16.04 Administrative Committee Meeting June 22, 2023 at 10:00 a.m.

16.05 Board Meeting July 14, 2023 at 9:00 a.m.

16.06 Board Meeting August 11, 2023 at 9:00 a.m.

17.0 ADJOURNMENT


17.01 There being no further business the meeting was adjourned at 11:53 a.m.

Respectfully Submitted:



Michael Restuccia, Chair

Attest:


Raymond McCray, Secretary