



CITY OF FRESNO RETIREMENT SYSTEMS
REGULAR JOINT MEETING OF THE RETIREMENT BOARDS

MINUTES

July 19, 2018

The Employees and Fire and Police Retirement Boards met in a joint session in Retirement Office, 2828 Fresno St., 2nd Fl., Board Chamber, Room 202, Fresno, California at the hour of 1:00 PM on the day above written.

ROLL CALL AT 1:35 PM

Members Present for the EMPLOYEES RETIREMENT BOARD

Phillip Hardcastle, TJ Miller, Jane Sumpter

Members Absent: David Cain, Marvell French

Members present for the FIRE AND POLICE RETIREMENT BOARD

Michael Reid, David Newton, Jonathan Lusk, Lynn Bennink

Members Absent: Ted Semonious

Also Present: Russ Richeda, Legal Counsel, Don Stracke, Investment Consultant, Robert Theller, Retirement Administrator, Kathleen Riley Brown, Assistant Retirement Administrator, Yvonne Timberlake, Benefits Manager, Chad Jacobs-Investment Officer, Pattie Laygo, Executive Assistant

APPROVE MINUTES

Approve minutes of June 27, 2018, Regular Joint Meeting of the Retirement Boards.

ACTION: Approved/Adopted

ON MOTION by Member Miller seconded by Member Sumpter to approve the minutes of June 27, 2018, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, Sumpter

NOES: None

ABSTAIN: None

ABSENT: French, Cain

ON MOTION by Member Bennink seconded by Member Newton to approve the minutes of June 27, 2018, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Reid, Newton, Lusk, Bennink

NOES: None

ABSTAIN: None

ABSENT: Semonious

APPROVE AGENDA

Approve agenda of July 19, 2018, Regular Joint Meeting of the Retirement Boards.

ACTION: Approved/Adopted

ON MOTION by Member Sumpter seconded by Member Miller to approve the agenda of July 19, 2018, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, Sumpter

NOES: None

ABSTAIN: None

ABSENT: French, Cain

ON MOTION by Member Newton seconded by Member Bennink to approve the agenda of July 19, 2018, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Reid, Newton, Lusk, Bennink

NOES: None

ABSTAIN: None

ABSENT: Semonious

TIMED SCHEDULED HEARINGS AND MATTERS

None

A. CONSENT CALENDAR

1. Approve date and time of the next Regular Joint Meeting of the Retirement Boards rescheduled at 1:00 pm Wednesday, August 8, 2018.

ACTION: Approved/Adopted

2. Review and Accept Report of Asset Allocation as of June 30, 2018 and Update on Drawbacks for Funding Operating and Payroll Expenses.

ACTION: Approved/Adopted

ON MOTION by Member Sumpter seconded by Member Miller to approve the consent calendar DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, Sumpter

NOES: None

ABSTAIN: None

ABSENT: French, Cain

ON MOTION by Member Lusk seconded by Member Bennink to approve the consent calendar DULY CARRIED by the following vote:

AYES: Reid, Newton, Lusk, Bennink

NOES: None

ABSTAIN: None

ABSENT: Semonious

B. EMPLOYEE PERSONNEL ISSUES

None

C. STAFF INITIATED ITEMS

None

D. BOARD INITIATED ITEMS

1. Review and accept annual report of Board travel for Fiscal Year 2018.

ACTION: Approved/Adopted

The Boards accepted the Annual Report as presented by Administrator Theller.

ON MOTION by Member Miller seconded by Member Sumpter to accept the Annual Travel Report for Fiscal Year 2018, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, Sumpter

NOES: None

ABSTAIN: None

ABSENT: French, Cain

ON MOTION by Member Lusk seconded by Member Bennink to accept the Annual Travel Report for Fiscal Year 2018, DULY CARRIED by the following vote:

AYES: Reid, Newton, Lusk, Bennink

NOES: None

ABSTAIN: None

ABSENT: Semonious

2. Closed Session: NEPC Private Equity Fund of One Manager Search Selection.

ACTION: No Action

Upon call by Chairs, the meeting is closed and room is cleared.

E. GENERAL DISCUSSION

1. Report by Retirement Administrator of ongoing projects and updates.

ACTION: Received

The Boards received updates provided by Administrator Theller regarding MemberDirect enrollments, iCompass, Board Retreat, Mid Career Seminars, Transaction Cost Analysis, Value Add Real Estate Search.

2. Report by Legal Counsel of pending legal actions and updates.

ACTION: Received

The Boards received legal updates provided by Legal Counsel.

3. Legal Update regarding Felony Forfeiture, Todd Hipsher v. Los Angeles County Employees Retirement Association.

ACTION: Received

The Boards accepted legal update presented by Legal Counsel.

F. INFORMATION ONLY ITEMS

1. Northern Trust Monthly Portfolio Performance Reports as of June 30, 2018

ACTION: Received

2. Northern Trust Monthly Asset Allocation Overview June 30, 2018.

ACTION: Received

3. Monthly Fixed Income Analysis Report May 31, 2018.

ACTION: Received

4. Investment Manager Monitoring and Evaluation Report June 30, 2018.

ACTION: Received

5. Client memorandum from Oaktree Capital Management regarding 2018 SEC settlement for campaign contributions in California and Rhode Island.

ACTION: Received

G. PROPOSED AGENDA ITEMS FOR NEXT BOARD MEETING

None

H. UNSCHEDULED ORAL COMMUNICATIONS

1. Member Newton expressed concern regarding the Systems' Russian-Based Investments. Administrator Theller and Investment Consultant will review and agendaize this for discussion at the next meeting.
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I. PUBLIC COMMENTS

None

J. ADJOURNMENT

2:11 pm

Employees Retirement Board

Fire and Police Retirement Board