



San Joaquin County Employees Retirement Association

MINUTES

**BOARD MEETING
SAN JOAQUIN COUNTY EMPLOYEES RETIREMENT ASSOCIATION
BOARD OF RETIREMENT
FRIDAY, SEPTEMBER 10, 2021
AT 9:00 AM
Location: Via Zoom**

1.0 ROLL CALL

- 1.01 MEMBERS PRESENT:** Emily Nicholas, Jennifer Goodman, Michael Duffy, Katherine Miller (in at 9:04 AM), Chanda Bassett, JC Weydert, Stephan Moore, Raymond McCray, and Michael Restuccia presiding
MEMBERS ABSENT: Phonxay Keokham
STAFF PRESENT: Chief Executive Officer Johanna Shick, Assistant Chief Executive Officer Kathy Herman, Retirement Investment Officer Paris Ba, Financial Officer Carmen Murillo, Investment Accountant Eve Cavender, Department Information Systems Analyst II Lolo Garza, Information Systems Specialist II Jordan Regevig, and Administrative Secretary Kendra Fenner
OTHERS PRESENT: Deputy County Counsel Jason Morrish, David Sancewich, of Meketa Investment Group, and Thomas Dover of Nossaman LLP

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 August 13, 2021
3.02 The Board voted (7-0) to approve the minutes of the Board meeting of August 13, 2021. (Motion: Bassett; Second: McCray; Abstain: Duffy)

4.0 PUBLIC COMMENT

- 4.01** Brian Currell and Rich Rogers, co-owners of IGI, each made statements regarding the security audit being conducted by Linea Secure. Concerns raised included the relevance of the questions asked, and not being able to see, confirm, or address findings before the audit is submitted to the Board.

5.0 CONSENT ITEMS

- 5.01** Service Retirement (21)
5.02 The Board voted unanimously (8-0) to approve the Consent Calendar Items. (Motion: Goodman; Second: Duffy)

6.0 ACTUARIAL AUDIT REPORT

- 6.01** Nick Collier, Principal and Consulting Actuary, and Daniel Wade, Principal and Consulting Actuary, both of Milliman, will present the results of their actuarial valuation audit and review of assumptions.
6.02 Actuarial Audit of January 1, 2021 Valuation

6.03 Nick Collier and Daniel Wade of Milliman confirmed the actuarial audit results were favorable and the assumptions and methods used by Cheiron were reasonable. Milliman's audit matched Cheiron's very closely and no changes were needed to the 2021 valuation. Milliman had a few comments for Cheiron's consideration for the next valuation or experience study, but nothing of concern.

6.04 Board accepted reports from Milliman

7.0 CONSULTANT REPORTS PRESENTED BY DAVID SANCEWICH OF MEKETA INVESTMENT GROUP

7.01 Quarterly Reports from Investment Consultant for Period Ended June 30, 2021

01 Quarterly Report

02 Manager Certification Report

03 Manager Review Schedule

7.02 Monthly Investment Performance Updates

01 Manager Performance Flash Report - July 2021

02 Capital Markets Outlook and Risk Metrics - August 2021

7.03 Board received and filed reports

8.0 AMENDMENT TO INVESTMENT MANAGER OPERATING AGREEMENT

8.01 David Sancewich of Meketa Investment Group will present request from Alternative Risk Premia manager Almond Global Fund, LLC, to amend the Fund's investment guidelines

8.02 **The Board voted unanimously (8-0) to approve the amendment to the investment manager operating agreement. (Motion: Weydert; Second: Nicholas)**

9.0 SACRS VOTING PROXY

9.01 Proposed amendment to SACRS voting proxy

9.02 **The Board voted unanimously (8-0) to approve adding Phonxay Keokham and Paris Ba as the fourth and fifth voting delegates on the SACRS voting proxy form. (Motion: Duffy; Second: Weydert)**

10.0 STAFF REPORTS

10.01 Legislative Summary Report

10.02 Trustee and Executive Staff Travel

01 Conferences and Events Schedule for 2021-2022

02 Summary of Pending Trustee and Executive Staff Travel

03 Summary of Completed Trustee and Executive Staff Travel (2)

a Moody's Real Estate Training

b Pension Bridge Private Equity Conference

10.03 CEO Report

In addition to the written report, CEO Shick advised she attended the RPESJC picnic and thanked them for continuing to include SJCERA in the event; CEO Shick continued by stating it was an honor to swear in the new RPESJC Board members.

10.04 Board received and filed reports

11.0 CORRESPONDENCE

11.01 Letters Received

11.02 Letters Sent

11.03 Market Commentary/Newsletters/Articles

01 NCPERS The Monitor August 2021

02 Research Affiliates Predicting Equity Returns with Inflation Aug 2021

03 FundFire Pensions Weigh Risks & Opportunities of Chinese Investments Aug 2021

04 GLOBACS USA: What should you ask your actuary?

05 Portfolio Insights How Investors Can Reach Their 7% Target July 2021

12.0 COMMENTS

12.01 Trustee Restuccia stated travel to the IREOC is questionable at this time. He will keep staff updated.

12.02 Trustee McCray stated he attended a meeting of the SACRS Executive Board and the decision was made to move forward with an in-person Fall Conference; protocols and restrictions will be put in place according to State mandates.

13.0 CLOSED SESSION

THE CHAIR CONVENED CLOSED SESSION AT 10:30 AM AND ADJOURNED THE CLOSED SESSION AND RECONVENED THE OPEN SESSION AT 12:09 PM.

13.01 Purchase or Sale of Pension Fund Investments
California Government Code Section 54956.81

13.02 Personnel Matters
California Government Code Section 54957
Employee Disability Retirement Application(s) (1)

01 Consent Items

a Michael Nino
Fire Fighter
Service-Connected Disability

The Board voted unanimously (8-0) to accept the findings and recommendation of the Administrative Law Judge and deny the application for a service-connected disability retirement. (Motion: Goodman; Second: Weydert)

13.03 Conference with Legal Counsel - Anticipated Litigation
California Government Code Section 54956.9(d)(4)
Initiation of Litigation - 1 Case

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

14.0 CALENDAR

14.01 Board Meeting October 6, 2021, at 9:00 AM

14.02 Investment Round Table October 7, 2021, at 8:00 AM

14.03 Strategic Planning Session November 4, 2021, at 10:00 AM

14.04 Board Meeting November 5, 2021, at 9:00 AM

15.0 ADJOURNMENT

15.01 There being no further business the meeting was adjourned at 12:17 PM.

Respectfully Submitted:



Michael Restuccia, Chair

Attest:


RAYMOND McCRAY, Secretary