



BOARD OF ADMINISTRATION

Meeting Minutes Federated Investment Committee

Tuesday, April 22, 2025

12:00 PM

1737 North First Street, Suite 580
San Jose, CA 95112

or immediately following the conclusion of the Police and Fire Investment Committee meeting

HYBRID MEETING

PHYSICAL LOCATION:

1737 North First Street, Suite 580
San Jose, CA 95112

ZOOM INFORMATION:

zoom.us

Dial In: +1 669 900 9128 US (San Jose)

Meeting ID: 98933349864

Anurag Chandra, Chair

Matthew Faulkner, Trustee

Spencer Horowitz, Trustee - 2 Rue Moliere, Arles, France

John Flynn, CEO, Office of Retirement Services

Prabhu Palani, Chief Investment Officer

The Federated Investment Committee met in person at the Office of Retirement Services, 1737 North First Street, Suite 580, San Jose, CA 95112 and via Zoom on Tuesday, April 22, 2025. The meeting was called to order at 12:20 p.m. by Chair Chandra followed by a roll call.

Committee members present: Anurag Chandra, and Matthew Faulkner.

Committee Member Present via Zoom utilizing the Traditional Brown Act teleconferencing rules: Spencer Horowitz. Investment Committee Chair Anurag Chandra questioned Trustee Horowitz on whether he met the qualifications to teleconference under the Brown Act, and Trustee Horowitz responded in the affirmative.

Retirement Staff present: John Flynn, Prabhu Palani, Jay Kwon, Dhinesh Ganapathiappan, Christina Wang, David Aung, Ron Kumar, Harrison Pearce, Arun Nallasivan, Ellen Lee and Julie He.

Also present in person: Eileen Neill, Verus Investments.

Also present via Zoom: Colin Kowalski, Meketa Investments, and Laura Wirick, Meketa Investments.

I. AB 2449 REMOTE APPEARANCE(S)

a. Just Cause Circumstance(s) (Gov't Code § 54953)

- i. The following Trustee(s) have notified the Board of a "Just Cause" to attend this meeting via teleconference.

NONE

- ii. Call for Trustee(s) who wish to notify the Board of a "Just Cause" to attend this meeting via teleconference.

b. Emergency Circumstance(s) (Gov't Code § 54953)

- i. The following Trustee(s) have requested the Board approve their attendance of this meeting via teleconference due to an "Emergency Circumstance".

NONE

- ii. Call for Trustee(s) requesting the Board approve their attendance of this meeting via teleconference due to an "Emergency Circumstance".

- iii. Take action on request(s) for remote appearance.

• CALL TO ORDER AND ROLL CALL

• ORDERS OF THE DAY

OPEN SESSION

1. Approval of minutes of the February 25, 2025 Joint Investment Committee meeting.

A motion was made to approve the minutes of the February 25, 2025 Joint Investment Committee meeting.

Approved (m.s.c. Faulkner/Horowitz 3-0)

2. Oral update from CIO, Prabhu Palani.

CIO Palani introduced the agenda items for today's meeting.

3. Overview of public equity by Christina Wang, Investment Officer.

Investment Officer Christina Wang gave a comprehensive overview of the Federated Plan's public equity. The overview included a review of the objectives, portfolio construction, and the manager selection process. She also discussed the current positioning of the portfolio including trailing net performance. Finally, she discussed the active manager fee structure.

- +4. Discussion and action on fiscal year 2025-2026 private markets pacing plan by Dhinesh Ganapathiappan, Senior Investment Officer.

Senior Investment Officer Dhinesh Ganapathiappan explained that the purpose of the pacing plan is to detail the target commitment amounts for each private markets asset class for coming fiscal year. Today's goal is to seek approval of target commitment amounts as required by the Investment Policy Statement. He presented the fiscal year end review, current positioning and finished with the proposed commitments in the different private market assets for the upcoming fiscal year.

5. IPS revisions discussion by Verus and Meketa.

CIO Palani introduced the Investment Policy Statement discussion. Eileen Neill from Verus Investments gave an overview of the changes to the IPS. The suggested changes were made to streamline the language of the IPS in line with industry best practices of peer plans similar to the San Jose Plans. At the end of the discussion, the Committee decided to discuss the IPS at the next Federated Board meeting.

6. Discussion and action to add funds for additional services to the investment related subscription agreements and for the CEO to negotiate and execute amendments.

No action was taken

7. Risk overview by Verus Investments.

Ms. Eileen Neill from Verus Investments presented an update on the risk overview of the Federated Plan. She expressed that the total risk 11.5% is within the board limit of 13%. High utilization of passive strategies in public markets keeps overall relative and active risk low.

CLOSED SESSION

- **PROPOSED AGENDA ITEMS**
- **PUBLIC COMMENTS**
- **ADJOURNMENT**

The meeting was adjourned at 2:38 p.m.