



# BOARD OF ADMINISTRATION

## Meeting Minutes Federated Investment Committee

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Wednesday, August 21, 2024

12:00 PM

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

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### HYBRID MEETING

#### PHYSICAL LOCATION:

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

#### ZOOM INFORMATION:

[zoom.us](https://zoom.us)

Dial In: +1 669 2192599 US (San Jose)

Meeting ID: 95866391005

Pass Code: 482482

*Anurag Chandra, Chair  
Spencer Horowitz, Trustee  
Matthew Faulkner, Trustee*

*Roberto L. Peña, CEO, Office of Retirement Services  
Prabhu Palani, Chief Investment Officer*

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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 Wednesday, August 21, 2024. The meeting was called to order at 12:06 p.m. by Chair Chandra followed by a roll call.

Committee members present: Anurag Chandra, Spencer Horowitz and Matthew Faulkner.

Retirement Staff present: Roberto Pena, Cynthia Ayala, Prabhu Palani, Jay Kwon, Dhinesh Ganapathiappan, Christina Wang, David Aung, Harrison Pearce, Arun Nallasivan, Ellen Lee and Julie He.

Also present in person: Eileen Neill, Verus Investments and Marc Gessell, Verus Investments.

Retirement Staff via Zoom: Ron Kumar.

Also present via Zoom: Laura Wirick, Meketa Investments, Colin Kowalski, Meketa Investments, Kevin Balaod, With Intelligence.

**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 April 10, 2024 Federated Investment Committee meeting

A motion was made to approve the minutes of the April 10, 2024 Federated Investment Committee meeting.

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

2. Oral Update by CIO, Prabhu Palani

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

3. Overview of public markets by Senior Investment Officer, Jay Kwon

Senior Investment Officer, Jay Kwon, presented a comprehensive review of the public markets. Mr. Kwon started the presentation with a year in review. The review included

prefunding summary, prior workplan, manager turnover and functional group exposures. There was no prefunding for the Federated Plan for the fiscal year 2024 to 2025. After that, he went over the strategy performance and fees and concluding with the workplan for the next year. He answered questions from the Committee.

4. Presentation of risk report by Verus Investments

Eileen Neill and Marc Gesell from Verus Investments presented an update on the risk overview of the Federated Investment portfolio. The total risk of 11.8% is below the board limit of 13%. High utilization of passive strategies in public markets keep overall relative and active risk low. Equity factors are the dominant source of risk in portfolio, currency, inflation and credit factors also contribute to overall risk.

## COMMUNICATIONS

5. Manager Decisions for the first half of 2024

### CLOSED SESSION

- PROPOSED AGENDA ITEMS
- PUBLIC COMMENTS
- ADJOURNMENT

The meeting adjourned at 1:41 p.m.