



BOARD OF ADMINISTRATION

Meeting Minutes

Police and Fire Investment Committee

Thursday, September 7, 2023

11:00 AM

City Hall, Wing Rooms 118-120, 200 E.
Santa Clara St. San Jose, CA 95113

Or immediately following the end of the Police and Fire
Board meeting

HYBRID MEETING

PHYSICAL LOCATION:

City Hall, Wing Rooms 118-120, 200 E. Santa Clara St. San Jose, Ca 95113

ZOOM INFORMATION:

zoom.us

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

Meeting ID: 95213921947

Pass Code: 499253

Eswar Menon, Chair

Andrew Gardanier, Vice-Chair

Sunita Ganapati, Trustee

Howard Lee, Trustee

Roberto L. Peña, CEO, Office of Retirement Services

Prabhu Palani, Chief Investment Officer

The Federated Investment Committee met in person at City Hall, Wing Rooms 118-120, 200 E. Santa Clara Street, San Jose, CA 95113 and via Zoom on Thursday, September 7, 2023. The meeting was called to order at 11:40 a.m. by Chair Menon followed by a roll call.

Committee members present: Eswar Menon, Sunita Ganapati, Howard Lee and Andrew Gardanier. Trustee Gardanier left the meeting at approximately 12:15 p.m.

Retirement Staff present: Roberto Pena, Prabhu Palani, Jay Kwan, Dhinesh Ganapathiappan, Christina Wang, Eric Tsang, Chris Ha, David Aung, Arun Nallasivan, Harrison Pearce, Ron Kumar, and Ellen Lee.

Also present in person: Harvey Leiderman, Reed Smith, Maytak Chin, Reed Smith, Eileen Neill, Verus Investments, Marc Gessell, Verus Investments, Laura Wirick, Meketa Investments.

Also present via Zoom: Jared Pratt, 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 27, 2023 Police and Fire Investment Committee meeting.

A motion was made to approve the minutes of the April 27, 2023 Police and Fire Investment Committee meeting.

Approved (M.S.C. Ganapati/Lee) 4-0

2. Oral Update by CIO, Prabhu Palani.

CIO Palani presented today's agenda items.

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

Senior Investment Officer, Jay Kwon, presented a comprehensive review of public markets. Mr. Kwon discussed in his presentation all the portfolio activities of the prior year. He provided a summary of the prefunding and reviewed the workplan for the prior year. Mr. Kwon also discussed manager turnovers and strategy performance as well as the immunized cash flow strategy.

4. Discussion and action on the revised Investment Policy Statement for the San Jose Police and Fire Department Retirement Plan.

Eileen Neill, Verus Investments and Senior Investment Office, Jay Kwon, presented the changes to the Investment Policy Statement. These changes were discussed and questions from the Committee were answered. After the discussion, the changes to the IPS were recommended for approval at the next Board meeting.

A recommendation was made for approval of the changes to the Investment Policy Statement. (M.S.C. Ganapati/Lee Approved 3-0)

5. Risk report by Verus Investments.

Marc Gesell from Verus Investments presented an update on the risk overview of the Police and Fire investment portfolio. He expressed that the total risk was at 10.9% within the Board limit of 12%. Portfolio volatility remains in line with policy.

COMMUNICATIONS

6. Manager Decisions for the first half of 2023.

7. Real Estate Program Update.

CLOSED SESSION

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

- **ADJOURNMENT**

The meeting was adjourned at 1:37 p.m.