



BOARD OF ADMINISTRATION

Meeting Minutes Federated Investment Committee

Tuesday, December 20, 2022

10:00 AM

MEETING TO BE HELD BY ZOOM CONFERENCE IN LIEU OF PHYSICAL LOCATION

zoom.us

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

Meeting ID: 95160648824

Pass Code: 872171

*Anurag Chandra, Chair
Spencer Horowitz, Trustee
Mark Keleher, Trustee*

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

• **CALL TO ORDER AND ROLL CALL**

The Federated Investment Committee met via Zoom on Tuesday, December 20, 2022. The meeting was called to order at 10:02 a.m. by Chair Chandra followed by roll call.

Federated Committee members present via Teleconference: Anurag Chandra, and Spencer Horowitz. Trustee Mark Keleher was absent.

Retirement Staff Present via Zoom: Roberto L. Peña, Prabhu Palani, Linda Alexander, Christina Wang, Jay Kwon, David Aung, Dhinesh Ganapathiappan, Sachin Sadana, Ron Kumar, Ellen Lee, Eric Tsang and Julie He.

Also Present via Zoom: Mary Davidson, Abel Noser, Amo Sahota, Klarity FX, Laura Wirick, Meketa Investments, Jared Pratt, Meketa Investments, Eileen Neill, Verus, and Joe Ebisa, With Intelligence

• **ORDERS OF THE DAY**

OPEN SESSION

1. Approval of minutes of the August 23, 2022 Federated Investment Committee meeting.

A motion was made to approve the minutes of the August 23, 2022 Federated Investment Committee meeting.

Approved (M.S.C. Horowitz/Chandra 2-0) The motion passed by a roll call vote.

2. Oral Update from CIO, Prabhu Palani

CIO Palani discussed the agenda for today's meeting.

3. Presentation of FX transaction cost analysis by Klarity FX

Mr. Amo Sahota from Klarity FX presented the process and cost analysis of the foreign currency exchange for the Federated Plan. Mr. Sahota expressed that the Plan's overall performance has been good and the improved foreign exchange transaction costs from the switch to BNY Mellon has been maintained.

4. Presentation of equity transaction cost analysis by Abel Noser

Ms. Mary Davidson from Abel Noser presented the process and cost analysis for trading costs of the Federated Plan. Ms. Davidson stated that the execution costs were analyzed and found to be consistent with market averages.

5. Presentation of Private Markets Program update by Dhinesh Ganapathiappan, Senior Investment Officer

Investment Staff Dhinesh Ganapathiappan and David Aung gave a presentation on the Federated Private Markets Program. The overview included a recap of the objectives of the private markets program, market environment update, the current portfolio and plans for the future of the portfolio. Senior Investment Officer Ganapathiappan covered the buyout, private debt and growth real estate market. Investment Officer David Aung discussed the private real assets and venture capital markets. They answered the questions from the Committee after the presentation.

6. Presentation of Manager Due Diligence by Christina Wang, Investment Officer

Investment Officer, Christina Wang, gave a presentation on the manager selection process. The process is guided by the IPS asset allocation. Opportunities are identified and there is a rigorous process including consultation, analysis and meetings. Investment Officer Wang included an example and explained the process in depth. She answered questions from the Committee after the presentation.

CLOSED SESSION

7. Pursuant to government code section 54956.81, to consider purchase or sale of particular, specific pension fund investment (One investment)

The closed session item was postponed to a later date.

COMMUNICATIONS

8. Manager decisions for second half of 2022

- **PROPOSED AGENDA ITEMS**

None

- **PUBLIC COMMENTS**

None

- **ADJOURNMENT**

The meeting was adjourned at 11:54 AM.

APPROVED:

Roberto L. Peña
CEO, Office of Retirement Services