



BOARD OF ADMINISTRATION

City Hall
Wing Rooms 118-120
200 East Santa Clara
Street,
San Jose, CA 95113

Meeting Agenda - Final

Federated City Employees' Retirement System and Federated City Employees' Health Care Trust

Thursday, January 23, 2020

8:30 AM

City Hall, Wing Rooms 118-120

BOARD MEMBERS

Jay Castellano, Chair
Anurag Chandra, Vice-Chair
Spencer Horowitz, Trustee
Julie Jennings, Trustee
Mark Keleher, Trustee
Elaine Orr, Trustee
Qianyu Sun, Trustee

CITY COUNCIL LIAISON TO THE BOARD

Dev Davis

COUNSEL

Harvey Leiderman, General and Fiduciary Counsel

Roberto L. Peña, CEO, Office of Retirement Services

AGENDA

CALL TO ORDER AND ROLL CALL

OPEN SESSION

To request an accommodation or alternative format under the Americans with Disabilities Act for City-sponsored meetings, events or printed materials, please call Marti Zarate (408) 794-1112 as soon as possible, but at least three business days before the meeting.

ORDERS OF THE DAY

1. CONSENT CALENDAR

1.1 Approval of Service Retirements

- a. Joseph B. Borja**, Gardener, Parks, Recreation and Neighborhood Services Department, effective January 25, 2020; 30.46* years of service.
- b. William Donnelly**, Accounting Technician, Finance Department, effective January 25, 2020; 11.78* years of service.
- c. Kimble Gause**, Senior Carpenter, Public Works Department, effective February 8, 2020; 24.41*

years of service.

- d. **William E. Harris**, Information System Analyst, Police Department, effective February 22, 2020; 30.02* years of service.
- e. **Richard A Linan**, Gardener, Parks, Recreation and Neighborhood Services Department, effective February 8, 2020; 30.01* years of service.
- f. **Joey L. McDonald**, Division Manager, Police Department, effective February 22, 2020; 29.71* years of service.
- g. **Abonesh Mengistu**, Accountant, Office of Economic Development, effective January 25, 2020; 20.18* years of service.
- h. **Francisco S. Osorio**, Maintenance Worker II, Department of Transportation, effective February 8, 2020; 30.05* years of service.
- i. **Douglas Perasso**, Building Inspector Combination, Planning, Building and Code Enforcement Department, effective January 25, 2020; 15.13* years of service.
- j. **Chris T. Sifferman**, Equipment Mechanic Assistant II, Public Works Department, effective February 22, 2020; 19.23* years of service.

1.2 Approval of Deferred Vested

- a. **Heidi M. Andersen**, Senior Recreation Leader Teacher Part Time, Parks, Recreation and Neighborhood Services Department, effective December 23, 2019; 6.81* years of service.
- b. **Renee Gimelli**, Librarian II, Library Department, effective January 1, 2020; 7.47* years of service. *(With Reciprocity CSJ YOS 3.00 + 4.47 PERS YOS)*
- c. **Theresa M. Lannigan**, Senior Analyst, Police Department, effective February 22, 2020; 11.24* years of service.
- d. **James L. Peterson**, Deputy Director of Aviation, Airport Department, effective December 22, 2019; 15.87* years of service. *(With Reciprocity CSJ YOS 9.13 + 6.73 PERS YOS)*

1.3 Approval of Board Minutes

- a. Approval of the Board Minutes of December 19, 2019.

Attachments: [1.3a -12-19-2020 FED Minutes - FINAL](#)

1.4 Approval of Return of Contributions

- a. Voluntary | Involuntary.

Attachments: [1.4a - Return of Contributions](#)

1.5 Acceptance of Communication/Information Reports

- a. Report of the Plan Expenses for November. Receive and file.

Attachments: [1.5a - Fed Nov 2019 Monthly Board Expense](#)

- b. Matrix of City Auditor's Recommendations from the 2017 Audit. Receive and file.

Attachments: [1.5b - City Auditor Recommendations 17-06 Retirement 12.12.19](#)

- c. **Revised** 2020 Scheduled Board and Standing Committee Meetings.

Attachments: [1.5c - 2020 Meeting Schedule MEMO - FCERS - Revised JGC and JPC 12.11.1](#)

- d. ORS's first Quarterly Newsletter - The Retirement Connection.

Attachments: [1.5d - January 2020 - The Retirement Connection Newsletter FINAL v1](#)

- e. Pensions & Investments Article - Tackling the Issue of Conflict on Public Fund Boards by Arleen Jacobius - Jan 13, 2020.

Attachments: [1.5e - P&I Article - Conflict on Public Fund Boards - Jan 13 2020](#)

- f. Pensions & Investments Article - For an Efficient Board, Mutual Respect and a Collegial Culture Are Mandatory by Arleen Jacobius - Jan 13, 2020.

Attachments: [1.5f - P&I Article - Collegial Culture - Jan 13 2020](#)

1.6 Approval of Travel / Conference Attendance

- a. Roberto L. Peña, CEO

- CALAPRS General Assembly, Omni Rancho Las Palmas Resort, Rancho Mirage, CA, March 7 - 10, 2020.

- b. Elaine Orr, Trustee

- 2020 Pension Bridge Annual Conference, The Westin St. Francis Hotel, San Francisco, CA - April 14 - 15, 2020.

2. DEATH AND SURVIVORSHIP NOTIFICATIONS (Moment of Silence)

- a. Notification of the death of **Aurelia Aldama**, Traffic Checker, retired February 4, 1990, died November 13, 2019. No survivorship benefits.
- b. Notification of the death of **Craig Del Ponte**, Plumber, retired February 19, 1999, died November 8, 2019. Survivorship benefits to Eloise Del Ponte, Spouse.
- c. Notification of the death of **Ronald Greer**, Gardener, retired January 1, 2005, died December 5, 2019. Survivorship benefits to Carole Ann Ferris, Spouse.
- d. Notification of the death of **Gordon Hilty**, Senior Public Safety Dispatcher, retired June 12, 2008, died November 12, 2019. Survivorship benefits to Jennifer Hilty, Spouse.

- e. Notification of the death of **Kathleen McGuire**, Staff Technician, retired September 12, 1992, died October 29, 2019. No survivorship benefits.
- f. Notification of the death of **Felton Whitten**, Custodian, retired August 25, 2007, died February 18, 2019. Survivorship benefits to Betty Walton Whitten, Spouse.

3. INVESTMENTS

- a. Oral update from the CIO of Retirement Services, Prabhu Palani.

Attachments: [3a\(1\) - 200113 SJ City Retirement Working Group Presentation](#)
[3a\(2\) - Item# 2 City Council Fee Presentation - 2018_2019](#)

4. OLD BUSINESS-DEFERRED/CONTINUED ITEMS

- a. Discussion and action on Other Post Employment Benefits (OPEB) Valuation Results as of June 30, 2019 presented by Cheiron.

Attachments: [4a\(1\) - CASJCICW Final June 30, 2019 Actuarial Valuation Results 2020-01-1](#)
[4a\(2\) - CASJCICW 2019 OPEB Funding AVR_2020-01-15s - Report](#)

- b. Discussion and action regarding the repayment of the workers' compensation offset for Danny Horning. (*Deferred from August meeting*) (**TIME CERTAIN: 10:30 a.m.**)

Attachments: [4b - Danny Horning](#)

5. NEW BUSINESS

- a. Oral update from the CEO of Retirement Services, Roberto L. Peña.
- b. Oral update from the City Council Liaison to the Board.
- c. Discussion and action on Committee assignments.

Attachments: [5c - Proposed FCERS Committees](#)

- d. Discussion on Cheiron's 5-Year Budget Projections for Federated Board.

Attachments: [5d - SJFCERS CASJCICW 2019 5-Year Federated Projections 2020-01-15s](#)

- e. Discussion and action on Assumptions for 2020 Actuarial Equivalence based on the June 30, 2019 Valuation Assumptions.

Attachments: [5e - SJFCERS 2020 Actuarial Equivalence 2020-01-15s](#)

- f. Fiduciary training for Trustees by General and Fiduciary Counsel, Harvey Leiderman.

Attachments: [5f - SJ Federated Board Fiduciary Training January 2020](#)

6. COMMITTEES/REPORTS/RECOMMENDATIONS

6.1 Investment Committee (Chandra, Orr)

Last Meeting: October 22, 2019 Next Meeting: January 28, 2020
(December Fed/Joint Meeting Cancelled)

- a. Oral update from the Chair of the Investment Committee.

6.2 Governance Committee (Orr, Sun)

Last Meeting: December 5, 2019 Next Meeting: March 5, 2020

- a. Oral update from the Chair of the Governance Committee.

6.3 Audit Committee: (Castellano, Horowitz, Orr)

Last Meeting: October 17, 2019 Next Meeting: February 20, 2020

- a. Oral update from the Chair of the Audit Committee.

6.4 Joint Personnel Committee (Chandra, Castellano, Orr)

Last Meeting: October 28, 2019 Next Meeting: TBD

- a. Oral update from the Vice-Chair of the Joint Personnel Committee.

7. EDUCATION & TRAINING

- a. The Cortex Report - January 2020 - Conferences, Seminars, and Educational Programs.

Attachments: [7a - San Jose Cortex Report - Jan 2020](#)

- b. CALAPRS 2020 Program Calendar.

Attachments: [7b - CALAPRS 2020 Program Calendar](#)

- c. CALAPRS General Assembly, Omni Rancho Las Palmas Resort, Rancho Mirage, CA - March 7-10, 2020.

Attachments: [7c - CALAPRS General Assembly](#)

- d. CALAPRS Advanced Principles of Pension Management for Trustees, UCLA Luskin Conference Center, Los Angeles, CA - March 30 - April 1, 2020.

Attachments: [7d - CALAPRS Adv. Principles of Pension Mgmt.](#)

- e. SACRS Spring 2020 Conference, Paradise Point Resort & Spa, San Diego, CA - May 12 - 15, 2020.

Attachments: [7e - SACRS Spring 2020 Conference](#)

- f. SACRS/UC Berkeley Program, UC Berkeley HAAS School of Business, Berkeley, CA - July 26 - 29, 2020.

Attachments: [7f - SACRS-UC Berkley Program](#)

- g. SACRS Fall 2020 Conference, Renaissance Indian Wells Resort & Spa, Indian Wells, CA - November 10 - 13, 2020.

Attachments: [7g- SACRS Fall 2020 Conference](#)

FUTURE AGENDA ITEMS

PUBLIC/RETIREE COMMENTS

ADJOURNMENT

*Estimated

All public records relating to an open session item on this agenda, which are not exempt from disclosure pursuant to the California Public Records Act, that are distributed to a majority of the legislative body will be available for public inspection at the Office of Retirement Services, 1737 N. First Street, Suite 600, San José CA 95112 at the same time that the public records are distributed or made available to the legislative body.

Access the video or audio, the agenda and related reports for this meeting by visiting the Retirement Services website at <http://sjrs.legistar.com/calendar.aspx>. If you have any questions, please contact the Office of Retirement Services at (408) 794 - 1000.